

# *Mycena* genomes resolve the evolution of fungal bioluminescence

Huei-Mien Ke<sup>1</sup>, Hsin-Han Lee<sup>1</sup>, Chan-Yi Ivy Lin<sup>1,2</sup>, Yu-Ching Liu<sup>1</sup>, Min R. Lu<sup>1,3</sup>,  
Jo-Wei Allison Hsieh<sup>3,4</sup>, Chiung-Chih Chang<sup>1,5</sup>, Pei-Hsuan Wu<sup>6</sup>, Meiyeh Jade Lu<sup>1</sup>,  
Jeng-Yi Li<sup>1</sup>, Gaus Shang<sup>7</sup>, Rita Jui-Hsien Lu<sup>2,8</sup>, László G. Nagy<sup>9</sup>, Pao-Yang Chen<sup>3,4</sup>,  
Hsiao-Wei Kao<sup>5</sup> and Isheng Jason Tsai<sup>1,3</sup>

<sup>1</sup> Biodiversity Research Center, Academia Sinica, Taipei, Taiwan

<sup>2</sup> Department of Molecular, Cellular and Developmental Biology, Yale University, New Haven, Connecticut 06520, USA

<sup>3</sup> Genome and Systems Biology Degree Program, Academia Sinica and National Taiwan University, Taipei, Taiwan

<sup>4</sup> Institute of Plant and Microbial Biology, Academia Sinica, Taipei, Taiwan

<sup>5</sup> Department of Life Sciences, National Chung Hsing University, Taichung, Taiwan

<sup>6</sup> Master Program for Plant Medicine and Good Agricultural Practice, National Chung Hsing University, Taiwan

<sup>7</sup> Department of Biotechnology, Ming Chuan University, Taiwan

<sup>8</sup> Department of Medicine, Washington University in St. Louis, St. Louis, MO 63110, USA

<sup>9</sup> Synthetic and Systems Biology Unit, Biological Research Centre, 6726 Szeged, Hungary

**Email:** Huei-Mien Ke [cotton@sinica.edu.tw](mailto:cotton@sinica.edu.tw) and Isheng Jason Tsai [ijtsai@sinica.edu.tw](mailto:ijtsai@sinica.edu.tw)

## Classifications

Biological Sciences >> Evolution

## Keywords

Fungal Bioluminescence, luciferase cluster evolution, genome evolution

## Significance

We present the genomes of five new bonnet mushroom *Mycena* species, formerly the last fungal bioluminescent lineage lacking reference genomes. These genome-scale datasets allowed us to construct an evolutionary model pinpointing all possible changes in the luciferase cluster across all fungi and additional genes involved in bioluminescence. We show that luciferase clusters were differentially lost in different fungal lineages and in particular a substantial loss was observed in the *Mycena* lineage. This can be attributed to genome regions of *Mycena* underwent different

evolutionary dynamics. Our findings offer insights into the evolution of how a gene cluster that emerged 160 million years ago and was frequently lost or maintained due to differences in genome plasticity.

## Abstract

Mushroom-forming fungi in the order Agaricales represent an independent origin of bioluminescence in the tree of life, yet the diversity, evolutionary history, and timing of the origin of fungal luciferases remain elusive. We sequenced the genomes and transcriptomes of five bonnet mushroom species (*Mycena* spp.), a diverse lineage comprising the majority of bioluminescent fungi. Two species with haploid genome assemblies ~150Mb are amongst the largest in Agaricales, and we found that a variety of repeats between *Mycena* species were differentially mediated by DNA methylation. We show that bioluminescence evolved in the last common ancestor of mycenoid and the marasmiod clade of Agaricales and was maintained through at least 160 million years of evolution. Analyses of synteny across genomes of bioluminescent species resolved how the luciferase cluster was derived by duplication and translocation, frequently rearranged and lost in most *Mycena* species, but conserved in the *Armillaria* lineage. Luciferase cluster members were co-expressed across developmental stages, with highest expression in fruiting body caps and stipes, suggesting fruiting-related adaptive functions. Our results contribute to understanding a *de novo* origin of bioluminescence and the corresponding gene cluster in a diverse group of enigmatic fungal species.

## Introduction

The genus *Mycena* (Pers.) Roussel, comprises approximately 600 small mushroom species widely distributed around the world(1). Also known as bonnet mushrooms, *Mycena* species are usually characterised by a bell-shaped cap, a thin stem (**Fig. 1A**), and a gilled or poroid hymenophore(2). *Mycena* also have a diversity of life history strategies; while many species are saprotrophic, they can be pathogens as well as mycorrhizal(3). Despite its vast diversity of lifestyles and phenotypes, there are many

77 questions concerning the basic biology, ecology and genomics of this genus. One  
78 particular fascinating trait is bioluminescence, which is most widespread in the genus  
79 *Mycena*. At least 68 of the 81 known bioluminescent fungi belong to *Mycena* (4), yet  
80 these account for less than 12% of the ca. 600 *Mycena* species (5), suggesting an  
81 intricate loss/gain history and potential convergence within the genus.

82

83 Fungal light emission involves two main steps. First, a luciferin precursor of hispidin  
84 is hydroxylated by hispidin-3-hydroxylase (H3H) into 3-hydroxyhispidin (luciferin)  
85 (6). Oxygen is then added to the luciferin by luciferase, producing a high energy  
86 intermediate which is subsequently decomposed, yielding light emission. Previously,  
87 Kotlobady *et al.* have identified the fungal luciferase, which is physically adjacent to  
88 these enzymes and forms a gene cluster containing luciferase, hispidin synthase and  
89 H3H (7). This cluster was found to be conserved across bioluminescent fungi of three  
90 lineages: *Armillaria*, mycenoid and *Omphalotus* (7). Phylogeny reconstruction  
91 suggested that luciferase originated in early Agaricales. *Armillaria* and *Omphalotus*  
92 belong to the marasmioid clade, whereas *Mycena* was recently found to be sister of  
93 the marasmioid clade(8). Recent genome sequencing efforts in the marasmioid clade  
94 revealed diverse genomic and life history traits, including genome expansion and  
95 pathogenicity in *Armillaria* spp.(9), novel wood decay strategies(10) or fruiting body  
96 development(11). Genomes of two *Mycena* species were sequenced(7), however, the  
97 fragmented assemblies (N50 5.8–16.7 kb) impeded comparative genomic analyses of  
98 features such as synteny(12). These resources provide a substrate for studies of  
99 genome evolution and of bioluminescence in fungi, however, several key questions  
100 remain unresolved. Here, we set out to understand how the luciferase cluster  
101 originated and was lost or retained, determine levels of variation in this cluster across  
102 these lineages, and identify novel genes involved in bioluminescence.

103

104 To gain insights into the evolution of fungal bioluminescence and the ecology of  
105 mycenoid species, we sequenced the genomes of four bioluminescent (*Mycena*  
106 *chlorophos*, *M. kentingensis*, *M. sanguinolenta* and *M. venus*) and one  
107 non-bioluminescent (*M. indigotica*) species. We conducted comparative genomics  
108 with representative genomes of all bioluminescent fungal clades, putting particular  
109 emphasis on genome-wide synteny to investigate the evolutionary dynamics of the  
110 luciferase gene cluster through hundreds of millions of years. The variability in  
111 genome sizes among *Mycena* is likely associated with the differential expansion of  
112 repeats in the genomes, potentially due to the differential control on repeat activity by  
113 DNA methylation. The transcriptome of bioluminescent mycelium contained the  
114 luciferase cluster and co-expression analyses identified specific genes likely to

associate with the bioluminescence and development in *Mycena*. Based on comparative analyses from fifteen available genomes of bioluminescent fungi, we reconstructed and formulated a model for the evolution of fungal bioluminescence.

## Results

### Assemblies and annotations of five *Mycena* species

We sequenced the genomes of the bioluminescent fungi *Mycena chlorophos*, *M. kentingensis*, *M. sanguinolenta* and *M. venus*, as well as the non-bioluminescent *M. indigotica* (Fig. 1A). These species were chosen for their phylogenetic positions (SI Appendix, Fig. S1) and because they displayed different bioluminescence intensities. An initial assembly of each species produced from Oxford Nanopore reads of each species (SI Appendix, Table S1) using the Canu (13) assembler. Only *M. indigotica* was successfully isolated from a basidiospore, and the four species that were isolated from heterokaryotic mycelium yielded assemblies 1.3–1.8 times larger than haploid genome sizes estimated from Illumina reads using GenomeScope (14) (SI Appendix, Table S2). Mitochondrial genomes in these species were separately assembled into single circular contigs of 88.3–133 kb long (SI Appendix, Fig. S2), and haploid nuclear genomes were constructed. The assemblies were further polished using Illumina reads and had a consensus quality value (QV) of 31.1–36.8 (SI Appendix, Table S2), which is similar to the QVs of recently published nanopore assemblies in human (also polished with Illumina reads; 23.7–43.5)(15). These haploid nuclear genomes were 50.9–167.2 Mb long, and two of them were amongst the largest in Agaricales reported to date. The assemblies consisted of 30–155 contigs with N50 4.1–17.8 Mb (SI Appendix, Table S2), which were comparable to representative fungal reference assemblies (SI Appendix, Fig. S3) and allowed for synteny comparisons (12). Stretches of TTAGGG hexamers were identified at the end of scaffolds, indicating telomeric repeats commonly found in Agaricales (16, 17). The largest scaffolds in *M. indigotica* and *M. kentingensis* were telomere-to-telomere, indicating gapless chromosomes.

Using a combination of reference fungal protein homology support and mycelium transcriptome sequencing (Dataset S1), 13,940–26,334 protein encoding genes were predicted in the *Mycena* genomes using MAKER2(18) pipeline, and were 92.1–95.3% complete (SI Appendix, Table S3) based on BUSCO(19) analysis. Orthology inference using Orthofinder (20, 21) placed these genes models and those of 37 other Basidiomycota genomes (SI Appendix, Table S4) into 22,244 orthologous groups (OGs; SI Appendix, Table S5). Of these OGs, 44.3% contained at least one orthologue



from another basidiomycete, while 15–29% of the proteomes in each *Mycena* species were species-specific (Dataset S2). The genome sizes were positively correlated with proteome sizes, with the largest (*M. sanguinolenta*) and smallest (*M. chlorophos*) varying two- and three-fold, respectively. Interestingly, the mitochondrial genomes were larger in species with smaller genomes, and this was because nine out of 16 genes had gained many introns (*SI Appendix*, Table S6 and Fig. S2).

### **Interplay between transposable elements and DNA methylation in *Mycena***

Similar to other fungal genomes(22, 23), much of the variation in the *Mycena* nuclear genome sizes can be explained by repetitive DNA content (*SI Appendix*, Table S7). Only 11.7% of the smallest genome (*M. chlorophos*) was repeats, which is in stark contrast to the 39.0% and 35.7% in *M. sanguinolenta* and *M. venus*, respectively. The majority of transposable elements in *Mycena* were long terminal repeats (LTRs) retrotransposons (60–85%), followed by DNA transposable elements (11%–24%) (**Fig. 1E** and *SI Appendix*, Table S7). Interestingly, the larger genomes of *M. sanguinolenta* and *M. venus* contained the lowest proportion of LTRs (24.9 and 31.1%, respectively), but highest proportion of unclassified repeats (55.4 and 50.3%, respectively) (*SI Appendix*, Table S7). 16.6–36.5% of the unclassified repeat families shared 53.8–60.5% nucleotide identity with known transposable elements, suggesting they were degenerated copies which we defined as relic TEs (*SI Appendix*, Table S8). **Fig. 2A** shows that the largest assembled chromosome of *M. indigotica* exhibits high protein-coding gene content and low transposable element density at scaffold centres, which is typical of fungal chromosomes(24, 25). Such observations were consistent across large *Mycena* scaffolds (typically >1 Mb), suggesting that our assemblies were robust enough to capture evolutionary dynamics across chromosomes.

We detected 5-methylcytosine (5mC) DNA methylation levels across the five *Mycena* assemblies with Nanopore long reads using deepsignal (26) which was initially trained with *M. kentingensis* bisulphite sequences (*Methods*). CG sites were found either highly (mCG level >60%) or weakly methylated (<15%) in gene body, displaying a bimodal distribution (*SI Appendix*, Fig. S4). Such a bimodal distribution has also been observed in plants, animals, and other fungi, including *Tuber melanosporum* and *Pseudogymnoascus destructans* (27–32). Within *Mycena*, the CG methylation in genes (5.4–10.5%) was much lower than that in repeats—i.e., TEs and unclassified repeats (11.6–84.5%) (**Fig. 2B**; *SI Appendix*, Table S9). The level of CG methylation in these genomes is comparable with those of a previous survey on DNA methylation in 528 fungal species (32), which revealed that 5mC levels were highest

191 in Basidiomycota, further indicating that DNA methylation have a specific effect on  
 192 repeats in *Mycena* genomes. DNA transposons or LTR were enriched in 5mC levels  
 193 and were higher than flanking regions (*SI Appendix*, Fig. S5). Except for DNA  
 194 transposons in *M. kentingensis*, LTR retrotransposons had the highest CG methylation  
 195 levels of all types of transposable elements (**Fig. 2B**). Furthermore, CG methylation in  
 196 relic TEs was clearly lower than that in classic TEs (*SI Appendix*, Table S9). Among  
 197 the *Mycena* species, we found that *M. sanguinolenta* and *M. venus* with larger  
 198 genomes and higher repeat content had lower levels of methylation in the repeats, and  
 199 the repeat methylation was much higher in *M. indigotica*, *M. chlorophos*, and *M.*  
 200 *kentingensis*, which have smaller genomes (**Fig. 2C**). The same pattern was also  
 201 observed in genes, though they had fewer changes in their methylation level than did  
 202 repeats. Our results indicate that the variant composition of repeats is differentially  
 203 mediated by DNA methylation among closely-related *Mycena* species. Hence,  
 204 genome expansion in *Mycena* was likely a result associated with transposable element  
 205 proliferation and the accumulation of relic TEs, which yielded reduced methylation in  
 206 active copies; this is also observed in some plants, e.g., *Arabis alpine*(33) and  
 207 *Manihot esculenta* (34).

208

## 209 **A single origin of bioluminescent fungi in the ancestor of *Mycena* and the** 210 **marasmioid clade**

211 Phylogenomic analyses based on single-copy orthologue sets have placed *Mycena*  
 212 sister to the marasmioid clade, including *Armillaria* and *Omphalotus*, which are the  
 213 other two lineages in which bioluminescent species have been identified. This species  
 214 phylogeny was recovered in both maximum likelihood analysis(35) of a concatenated  
 215 supermatrix of single-copy gene alignments (**Fig. 1B**) and coalescent-based analysis  
 216 using 360 gene trees(36) (*SI Appendix*, Fig. S6). In our four bioluminescent *Mycena*  
 217 species, we identified genes involved in luciferin biosynthesis and their orthologues  
 218 across species (**Fig. 1C**). **Fig. 1D** shows phylogenetic reconciliation, which suggests  
 219 that the orthogroup containing luciferases was already present in the last common  
 220 ancestor of the mycenoid+marasmioid clade and Schizophyllaceae, predating their  
 221 incorporation into the luciferase cluster. This is in contrast to a previous report (7)  
 222 suggesting that luciferase originated in the last common ancestor of the Agaricales.  
 223 Phylogenies of other members of the luciferase cluster were also congruent with the  
 224 species tree (*SI Appendix*, Fig. S7 A–D). Using MCMCtree (37) with three fossil  
 225 calibrations, we estimated the age of mycenoid most recent common ancestor to be  
 226 105–147 million years ago (Mya) in the Cretaceous (**Fig. 1B**). This is consistent with  
 227 recent estimates (78–110 (8) and mean 125 (1) Mya) and overlaps with the initial rise  
 228 and diversification of angiosperms(38), suggesting that they are ecologically

associated with fungi acting as saprotrophs or mycorrhizal partners (3). Finally, the age of mycenoid and marasmiod which was also the age of the luciferase cluster in fungi was estimated to originate around 160 million years ago during the late Jurassic (Fig. 1B).

### Differential conservation of synteny regions across *Mycena* genomes

We attempted to characterize chromosome evolution in the mycenoid clade using the newly available, highly contiguated assemblies for *Mycena*. We first compared the patterns of 4,452 single-copy orthologue pairs between assemblies of *Mycena indigotica* and *Armillaria ectypa* (SI Appendix, Fig. S8). The majority of scaffolds between the two species could be assigned one-to-one relationships unambiguously, providing strong evidence that macro-synteny has been conserved between the marasmiod and mycenoid clades. Such chromosome-level synteny remained conserved until the last common ancestor of the Agaricales, when *M. indigotica* was compared against the genome of *Pleurotus ostreatus* (SI Appendix, Fig. S9). Based on the clustering of single-copy orthologues, we identified 10 linkage groups resembling the number of known karyotypes in Basidiomycota suggesting possible ancestral chromosome numbers (25).

The *M. indigotica* scaffolds exhibit high orthologous gene density in the centres of scaffolds (Fig. 2A). Fungal chromosomes can typically be compartmentalised into chromosomal cores and subtelomeres which display differential evolutionary dynamics (24, 39). In some extreme cases, filamentous pathogenic fungi contain entire lineage-specific chromosomes that are gene-sparse and enriched in transposable elements(40). In the case of *Mycena*, a multi-genome comparison showed that synteny conservation was typically either lost at the scaffold ends or extended by several mega-bases across the *Mycena* assemblies (Fig. 3A).

Defining precise boundaries between regions with and without synteny is challenging. Based on the clustering of orthologous genes using DAGchainer (41), we partitioned the scaffolds into low and high synteny regions. As expected, highly syntenic regions in *Mycena* were typically found at the scaffold centres. In contrast, synteny was not in parts of scaffold or, in some cases, throughout the entire scaffolds, as was the case for the largest (12.0 Mb) assembled scaffold of *M. venus* (Fig. 3A). These regions are highly enriched in repeats; they have 1.5–2.6-fold higher methylation levels and are

overrepresented in expanded and contracted OGs compared to high synteny regions (*SI Appendix*, Fig. S10 and Table S10; two-proportions z-test,  $P < 2.1E-9$ ). Expansions and contractions of gene families were 1.8–4.2 and 1.4–2.9 fold higher in the low than high synteny regions, respectively; differential gain and loss of genes in these regions may have important implications for *Mycena*.

## Evolutionary dynamics of luciferase clusters

One of the outstanding questions surrounding the evolution of fungal bioluminescence is why bioluminescent species are scattered across the mycenoid and marasmioid clades. The mechanism of fungal bioluminescence is homologous across species (6), and this implies that non-bioluminescent mycenoid and marasmioid species must have lost the functional luciferase gene cluster. To investigate the evolutionary dynamics of the luciferase cluster, we examined all highly contiguous assemblies across the bioluminescent lineages available and inspected adjacent synteny (**Fig. 4**). The majority of the *Mycena* luciferase clusters included luciferase (*luz*), hispidin-3-hydroxylase (*h3h*), cytochrome P450 (*cyp450*), and hispidin synthase (*hisps*). We found that physical linkage was only maintained within the luciferase cluster, and synteny was lacking in genes surrounding the luciferase cluster (**Fig. 4**) of species in the *Mycena* and *Omphalotus* lineages. Coupled with the aforementioned synteny analysis, we hypothesised that the luciferase cluster residing in a fast-evolving genomic region may result in it frequently being lost. The nearest TE sequence adjacent to luciferase cluster in *Mycena* species were 2-8.9kb away and separated by 0-5 genes suggesting possible roles of transposons mediating rearrangements (**Fig. 4**). Additionally, the luciferase cluster of different *Mycena* species was identified in low synteny regions and located in different linkage groups (**Fig. 3**), providing evidence that the location of the cluster had been extensively rearranged. In contrast, the genes surrounding the luciferase cluster among the eight *Armillaria* species were generally in the same order, with collinearity partially lost only in *G. necrorhiza* (a very close relative of *Armillaria*, **Fig. 4**). We found that the synteny surrounding the *Armillaria* luciferase cluster was maintained since the common ancestor of Agaricales (*SI Appendix*, Fig. S11). The up- and downstream regions of the luciferase cluster belonged to two separate regions of the same ancestral chromosome linkage group, suggesting that these regions were previously rearranged—including the luciferase cluster—and were subsequently retained (*SI Appendix*, Fig. S11).

304 These observations lead us to propose a most plausible evolutionary scenario in which  
 305 the luciferase cluster evolved across all available bioluminescent fungi (**Fig. 5**). We  
 306 inferred that the ancestral luciferase cluster consisted of *luz*, *h3h*, *cyp450* and *hisps*,  
 307 with caffeoylpyruvate hydrolase *cph*—involved in oxyluciferin recycling(6, 7)—also  
 308 present on the same chromosome. This combination was found in 14 of the 15  
 309 bioluminescent species used in this study. Our data outline two contrasting scenarios by  
 310 which the luciferase cluster was retained. First, the luciferase clusters in family  
 311 Physalacriaceae are located in slow-evolving chromosomal regions, resulting in all  
 312 members of the *Armillaria* synteny retaining both many of the genes adjacent to the  
 313 luciferase cluster and the uniform luciferase cluster in their genomes. By residing in  
 314 slow-evolving regions, the luciferase cluster in *Armillaria* might not be prone to losses  
 315 by frequent chromosomal events (rearrangements, TE activity, etc.), explaining why it  
 316 is conserved in the genus. On the other hand, the luciferase cluster in the *Mycena* clade  
 317 is located in a highly dynamic genomic partition with low synteny (**Fig 3**), which could  
 318 explain why mycenoid fungi had a higher tendency to lose the luciferase cluster  
 319 compared to *Armillaria* species.

320  
 321 Variations were common in the luciferase cluster. *cph* was located in different scaffolds  
 322 in four of the five *Mycena* species (*SI Appendix*, Fig. S12). In *M. sanguinolenta*, *luz* and  
 323 *cyp450* were duplicated adjacent to the luciferase cluster (**Fig. 4**). Losses were  
 324 observed at different positions in the phylogeny. The non-bioluminescent *M. indigotica*  
 325 lost the entire luciferase cluster, but *h3h* homologues were found in other regions of the  
 326 genome, while *Guyanagaster necrorhiza* has a partial luciferase (7) and three other  
 327 enzymes (**Fig. 4**), suggesting that an independent loss of luciferase function alone was  
 328 enough for it to lose its bioluminescence. Interestingly, we found that the *cph* gene was  
 329 independently translocated adjacent to the luciferase cluster in both *M. kentingensis*  
 330 and the ancestor of the marasmioid clade (*SI Appendix*, Fig. S13); it was presumably  
 331 favored and maintained here by natural selection (42). A selection analysis of genes in  
 332 the luciferase cluster revealed that the majority of conserved sites exhibit either no or  
 333 strong purifying selection, with only 7–28 sites under episodic selection (*SI Appendix*,  
 334 Fig. S14). These results indicated that bioluminescence has limited roles in the species  
 335 that have retained the process.

### 336 337 **Expression profile of luciferase cluster and identification of conserved genes** 338 **involved in fungal bioluminescence**

339  
 340 Fungal bioluminescence is believed to have ecological roles, such as attracting insects,  
 341 and is regulated by circadian rhythms(43); however, the complete repertoire of genes

involved in bioluminescence is still unknown. We carried out transcriptome profiling between mycelia with different bioluminescent intensities in four *Mycena* species, and identified genes that were either differentially expressed or positively correlated with bioluminescent intensities (Methods). There were 29 OGs found to contain upregulated gene members in all four *Mycena* species (**Fig. 1C and 6A**), including *luz*, *h3h*, and *hisps*, consistent with bioluminescence intensity dependent on the expression of these three genes in the luciferase cluster. In particular, *luz* expression was significantly different between two tissues with relative high and low bioluminescence in *M. kentingensis* (log fold change (logFC) 3.0; adjusted  $P < 0.001$ ) and *M. chlorophos* (logFC 4.7; adjusted  $P < 0.001$ ); there was also a significant correlation between bioluminescent intensity and expression level in *M. sanguinolenta* (Pearson's correlation coefficient (PCC) 0.82;  $P < 0.005$ ) and *M. venus* (PCC 0.86,  $P < 0.005$  ; Dataset S3. In *M. chlorophos*, however, its *cyp450* and *h3h* were not differentially expressed, and four distant homologues of *h3h* were found to be upregulated (*SI Appendix*, Fig. S7A). Although a second copy of *luz* and *cyp450* were found in *M. sanguinolenta*, they showed much lower expression (2 and 3 transcripts per million (TPM), respectively) than those in the cluster (282 and 138 TPM, respectively). The remaining OGs upregulated in mycelia showing higher bioluminescence included ABC transporters and Acetyl-CoA synthetases which also showed a predicted function in metabolic adaptations to bioluminescence in firefly and glowworm(44, 45). (**Fig. 6A**; *SI Appendix*, Table S11). In particular, four OGs were annotated as FAD or NAD(P)-binding domain-containing proteins. As these genes do not bear sequence similarity to *h3h* which is also a NAD(P)H-dependent enzyme, they are likely involved in other biochemical processes that is required during bioluminescence.

Differences in bioluminescent intensity have been recorded in tissues of fungi both in nature (4, 5, 46-48) and—for *M. kentingensis*—in a laboratory environment, in which the life cycle can be completed (**Fig. 6B**). To investigate putative roles of bioluminescence across developmental stages, additional transcriptome profiling was carried out in the primordia, young fruiting body, and cap (pileus) and stipe of the mature fruiting body of *M. kentingensis*. Bioluminescence was stronger in the cap than in the stipe, so we expected the luciferase cluster genes to have higher expression in the cap tissue. However, *luz* and *h3h* showed opposite expression patterns (**Fig. 6C** and Dataset S4), suggesting that there may be other regulators involved in bioluminescence in *M. kentingensis*.



379 The regulation of bioluminescence in *M. kentingensis* during development was  
 380 determined by performing a weighted correlation network analysis (WGCNA(49, 50)),  
 381 which identified 67 modules of co-expressed genes in these stages (*SI Appendix*, Fig.  
 382 S15). All members of the luciferase cluster *luz*, *h3h*, *cyp450*, and *hisps* belonged to  
 383 the same module (Module50; **Fig. 6C**) of 57 genes, suggesting that the expression of  
 384 the luciferase cluster members are co-regulated during developmental stages. Only  
 385 two genes belonging to OG0001818 (acid protease) and OG0000000 (short-chain  
 386 dehydrogenase) which were part of the 29 aforementioned OGs associated with  
 387 bioluminescence in the mycelium samples across *Mycena*. Six genes in this module  
 388 were annotated as carbohydrate-active enzymes (Dataset S5): one GH75 (chitosanase),  
 389 one AA1\_2 (Laccase; ferroxidases), two GH16, and two genes with two CBM52  
 390 domains. GH16 (glucanases) and AA1 (laccases) are known to be differentially  
 391 expressed during fruiting body development(51), implying a possible link between  
 392 cell wall remodelling during development and bioluminescence. In addition, we  
 393 re-analysed the transcriptomes of *Armillaria ostoyae* across different developmental  
 394 stages from Sipos *et al.* (2017)(9). Consistent with the observation that  
 395 bioluminescence was only observed in mycelia and rhizomorphs in *A. ostoyae*(52, 53),  
 396 the expressions of *luz*, *h3h*, *cyp450*, and *cph* were highest in these tissues (*SI*  
 397 *Appendix*, Fig. S16). Together, these results imply that the luciferase cluster was  
 398 differentially regulated during development and that the extent of the expressions was  
 399 also different among bioluminescent species of different lineages.

400

#### 401 **Gene families associated with the evolution of mycenoid species**

402

403 We assessed orthologous group evolution by analysing OG distribution dynamics  
 404 along a time-calibrated phylogeny using CAFÉ (54). The rate gene family changes in  
 405 mycenoid were comparable to those of other branches of Agaricales (likelihood ratio  
 406 test;  $P = 0.25$ ). A total of 703 orthologous groups were expanded at the origin of the  
 407 mycenoid lineage (*SI Appendix*, Fig. S17). Analysis of gene ontology terms showed  
 408 that these genes were enriched in NADH dehydrogenase activity, monooxygenase  
 409 activity, iron ion binding, and transferase activity (Dataset S6). Additionally, we  
 410 sought to identify proteins specific to mycenoid species by annotating protein family  
 411 (Pfam) domains and comparing them with those of species outside this lineage  
 412 (Dataset S7). A total of 537 Pfam domains were enriched in the mycenoid lineage  
 413 (one-fold by Wilcoxon rank sum test with  $P < 0.01$ ; Dataset S8) of which 3–17 were  
 414 species-specific. Acyl\_transf\_3 (acyltransferase family; PF01757), contained in a  
 415 range of acyltransferase enzymes, was the only domain found in all six mycenoid  
 416 species. The closest homologs were found in ascomycetous *Cadophora*,

417 *Pseudogymnoascus*, or *Phialocephala* (31-35% identity with 73-100% coverage).  
 418 Four of the enriched domains are known pathogenesis-related domains expanded in  
 419 pathogenic Agaricales *Moniliophthora* (55) and *Armillaria* species(9): COesterase  
 420 (PF00135; Carboxylesterase family), Thaumatin (PF00314), NPP1 (PF05630;  
 421 necrosis-inducing protein), and RTA1 (PF04479; RTA1-like protein) (*SI Appendix*,  
 422 Fig. S18). Moreover, *M. sanguinolenta* and *M. venus* contained over 100 and 17  
 423 copies of COesterase and Thaumatin (median 37 and 4 copies in other fungal species  
 424 of this study), respectively.

425

426

## 427 Discussion

428

429 Bioluminescence is one of the most unusual and fascinating traits in fungi, but the  
 430 evolutionary history of the luciferase gene cluster, which underlies this phenomenon,  
 431 has remained elusive. Here, we produced highly contiguous genome assemblies using  
 432 Nanopore technology and annotations for five of the *Mycena* species to examine their  
 433 genome dynamics and bioluminescence. The results of phylogenomic analyses on  
 434 these genomes have important implications for the origin of luciferases.

435

436 The first question we addressed is whether fungal bioluminescence originated once or  
 437 multiple times. Our species phylogeny is in good general agreement with comparative  
 438 genomic analyses around this group(9). We show that the fungal luciferase, which  
 439 represents a *de novo* origin of luciferase activity different from that in other lineages  
 440 (insects, bacteria, etc), first appeared together with other members of the luciferase  
 441 cluster in the last common ancestor of mycenoid and marasmiod clades. Compared to  
 442 previous inferences that this cluster had a single origin, our results imply extensive  
 443 loss of the luciferase cluster in these two clades (**Fig. 1B** and **1C**) to explain the  
 444 patchy phylogenetic distribution of and minor presence for bioluminescence in fungi.  
 445 An alternative scenario could be that fungal bioluminescence arose multiple times  
 446 through convergent evolution. Although multiple origins yield a more parsimonious  
 447 model, we can confidently reject this hypothesis because both the fungal luciferase and  
 448 the luciferase gene cluster are clearly homologous across distant bioluminescent fungi  
 449 (6). Although a single origin and the excessive number of implied losses may appear  
 450 counterintuitive, models of trait evolution and recent empirical evidences of  
 451 phylogenetically patchy, but homologous traits (56, 57) have emerged offering a  
 452 biologically reasonable explanation. One attractive model is the latent homology model  
 453 (58), which posits that precursor traits can potentiate lineages for easily and recurrently  
 454 evolving similar traits. More comprehensive surveys of genomes in these lineages are

needed to make informed speculations on whether latent homologies might have facilitated the evolution of bioluminescence in fungi.

The next outstanding question is therefore what caused the frequent losses of bioluminescence in fungi? Our evolutionary reconstructions show that the luciferase cluster might have originated in low-synteny region of genomes (**Fig. 3**), making it susceptible to rearrangement, which suggests it is highly prone to loss and explains why most mycenoid and marasmioid species are non-bioluminescent. This is consistent with a previous report that the main evolutionary process in fungal gene clusters is vertical evolution followed by differential loss (59). Interestingly, synteny was retained in luciferase clusters and adjacent genes of *Armillaria* species (**Fig. 4**), which are better known for their roles as plant pathogens(9). Such synteny remained detectable when compared to representative Agaricales and *P. ostreatus* genomes, suggesting that in *Armillaria*, the luciferase cluster was translocated to a region of the genome where synteny was conserved. Indeed, bioluminescence was identified in all nine examined *Armillaria* species(47). The alternative but less parsimonious scenario would be that the luciferase cluster originated in a high-synteny region and subsequently translocated to low-synteny regions in ancestors of both mycenoid and various families within the marasmioid clade. The repeated duplication and relocation of *cph* that we observed in the luciferase cluster is under selection pressure, suggesting that bioluminescence was maintained in fungi that still exhibit this phenotype. A systematic quantification of bioluminescence and more complete genome assemblies will help reconstruct the evolutionary events that contributed to the polymorphism and functional diversity in the luciferase clusters.

Researchers have long been puzzled over the ecological role of bioluminescence in fungi. One explanation that has been put forth for *Neonothopanus gardneri* is that bioluminescence follows a circadian rhythm to increase spore dispersal by attracting arthropods in the evening(43). If true, this is most likely a derived adaptation, as most bioluminescent fungi — including *Mycena*, *Omphalotus* and *Armillaria* species — disperse spores via wind, display bioluminescence continuously, and are not known to attract insects(60). Besides, attraction is insufficient to explain luminescence in the mycelium. We have shown that the luciferase cluster in *Mycena kentingensis* is constitutively expressed throughout development. We further identified a handful of genes whose expressions are correlated with fungal bioluminescence and may therefore be candidates for experimental follow-up studies (**Fig 6**). If fungal bioluminescence originated as a by-product of a biological process that is currently unknown, the ecological role was likely to be initially limited which may explain why

493 it has undergone subsequent losses in many species. For those that have retained  
494 bioluminescence, its ecological role remains unknown, but we speculate that it may  
495 be species-specific, explaining why the luciferase cluster had been maintained across  
496 hundreds of millions of years.

497

498 In summary, our comparative analyses allowed us to propose an evolutionary model  
499 pinpointing changes in the luciferase cluster across all bioluminescent fungi with  
500 published genomes. Our findings offer insights into the evolution of a gene cluster  
501 spanning over 160 million years and suggests that the retained luciferases were under  
502 strong purifying selection. Our *Mycena* genome sequences may complement ongoing  
503 research on the application of bioluminescent pathways(7) and shed light on the  
504 ecological role of bioluminescence in fungi.

505

## 506 **Methods**

507

508 More detailed information on the materials and methods used in this study are  
509 provided in *SI Appendix*.

510

### 511 ***De novo* assemblies of *Mycena* species**

512 Haploid genome length and heterozygosity of the five *Mycena* species (*M.*  
513 *kentingensis*, *M. venus* (61), *M. sanguinolenta*, *M. indigotica* and *M. chlorophos*)  
514 were estimated from Illumina reads using GenomeScope (14) (ver. 2.0). Oxford  
515 Nanopore reads were assembled using the Canu(13) (ver. 1.8) assembler. Consensus  
516 sequences of the assemblies were polished first by five iterations of Racon(62) (ver.  
517 1.3.2) followed by Medaka (ver. 0.7.1; <https://github.com/nanoporetech/medaka>)  
518 using Oxford Nanopore reads. HaploMerger2(63) (ver. 20180603) was then run on to  
519 generate haploid assemblies. Finally, the consensus sequences were further corrected  
520 with Illumina reads using Pilon(64) (ver. 1.22). Quality values (QV) of the final  
521 assemblies were calculated as described in Koren *et al* (65). Throughout each stage  
522 the genome completeness was assessed using fungi and basidiomycete dataset of  
523 BUSCO(19) (ver. 4.1.2). Putative telomeric repeats were searched for copy number  
524 repeats less than 10 mers using tandem repeat finder(66) (ver. 4.09; options: 2 7 7 80  
525 10 50 500). The hexamer TTAGGG was identified (*SI Appendix*, Table S12).

526

### 527 **Gene predictions and functional annotation**

528 Protein sequences from Uniprot fungi (32,991 sequences; downloaded 20<sup>th</sup> December  
529 2018) and *Coprinopsis cinerea*, *Pleurotus ostreatus* PC15 (v2.0), *Schizophyllum*

commune and *Armillaria mellea* from MycoCosm(67) portal were downloaded as reference proteomes. Transcriptome reads were first mapped to the corresponding genome assemblies using STAR(68, 69) (ver. 2.5.3a), and subsequently assembled into transcripts using Trinity(70) (ver. 2.3.2; guided approach), Stringtie(71) (ver. 1.3.1c), CLASS2(72) (ver. 2.1.7) and Cufflinks(73) (ver. 2.2.1). The samples used for input are listed in Dataset S1. Transcripts generated from Trinity were aligned to the references using GMAP(74). All transcripts were merged, filtered and picked using MIKADO(75) (ver. 1.1). The gene predictor Augustus(76) (ver. 3.2.1) and gmhmm(77) (ver. 3.56) were trained using BRAKER2(78) (option fungi and softmasked), and SNAP(79) was trained using the assembled transcripts with MAKER2(18) (ver. 2.31.9). The assembled transcripts, reference proteomes and BRAKER2 annotations were combined as evidence hints for input in the MAKER2(18) annotation pipeline. MAKER2(18) invoked the three trained gene predictors to generate a final set of gene annotation. Descriptions of amino acid sequences of the proteome were annotated using Blast2GO(80) and GO terms were annotated using Argot (ver.2.5 ; (81). 80.0–86.7% of proteomes were assigned at least one GO term. Genes encoding carbohydrate-active enzymes were identified using dbCAN (82) (database ver. Hmm9.0; code ver. 2.0.0) by searching for sequence homologs with HMMER (83). Consensus (library) sequences of repetitive elements were identified using the pipeline described in Berriman *et al*(84).

550

551

## 552 **Methylation analyses**

553 High-quality paired-end reads were aligned to the genome assemblies of *M.*  
554 *kentingensis* using the bisulfite specific aligner BS-Seeker2(85). Only uniquely  
555 mapped reads were retained. The cytosines covered by at least four reads were  
556 included in the data analysis, and the DNA methylation level for each cytosine was  
557 estimated as  $\#C/(\#C+\#T)$ , where  $\#C$  is the number of methylated reads and  $\#T$  is the  
558 number of unmethylated reads.

559

560 One or two Nanopore flowcells for each *Mycena* species were selected to infer  
561 methylation information using deepsignal (26) (ver. 0.1.5) (*M. kentingensis*:  
562 FAH31207, *M. chlorophos*: FAH31470, *M. indigotica*: FAH31228, *M. sanguinolenta*:  
563 FAK22405 and FAH31211, *M. venus*: FAK22389 and FAH31302). The machine  
564 learning-based model was trained with one bisulfite dataset (YJMC0389) and one  
565 Nanopore dataset (FAH31207) of *M. kentingensis*. The bisulfite result was first  
566 filtered for depth >20, then methylation levels >0.9 and <0.01 were selected for  
567 positive and negative validation datasets, respectively. All seven flowcells were called

for methylation information with a customized model and default arguments. A minimal depth of 4 was applied to the results for further analysis. In the estimates of DNA methylation levels between Nanopore long-reads and the Illumina BS-seqs, the Pearson correlation coefficient was as high as 0.96 in the methylomes of *M. kentingensis* (SI Appendix, Fig. S19).

## Phylogenomic analyses

Orthologous groups (OGs) among 42 species were identified using OrthoFinder(20, 21) (ver. 2.2.7). A total of 42 sets of amino acid sequences from 360 single-copy OGs were aligned independently using MAFFT(86) (ver. 7.271; option --maxiterate 1000). A total of three approaches were used to infer the species tree. The first two approaches relied on maximum likelihood phylogenies from individual OG alignments computed using RAxML-ng(87) (ver. 0.9.0; options: --all --model LG+I+F+G4 --seed 1234 --tree pars 10 --bs-trees 100) with 100 bootstrap replicates. The best phylogeny and bootstrap replicates were separately used to infer a consensus tree using ASTRAL-III(36). Finally, a maximum likelihood phylogeny from the concatenated amino acid alignments of the single-copy orthogroups was constructed with 100 bootstrap replicates using RAxML-ng(87) (ver. 0.9.0; options: --all --seed 1234 --tree pars 10 --bs-trees 100 with --model LG+I+F+G4 partitioned with each OG alignment).

## Estimation of divergence time

The divergence time of each tree node was inferred using MCMCtree in PAML(37) package (ver. 4.9g with approximate likelihood(88); the JC69 model and the rest were default). The individual amino acid alignments of 360 single-copy-orthologs were converted into corresponding codon alignments using PAL2NAL (89) (ver. 14). The species tree and concatenated alignments of these single-copy-orthologs were used as the input for MCMCtree. The phylogeny was calibrated using fossil records by placing soft minimum bounds at the ancestral node of: i) marasmiod (using *Archaeomarasmius legettii* 94–90 Ma(90); 90 was used), ii) Agaricales (using *Palaeoagaricites antiquus* 110–100 Ma(91); 100 was used), iii) Taxon A (~99 Ma(92); 95 was used), and iv) a soft bound of 200 Ma for the phylogeny. The entire analysis was run five times to check for convergence.

## Synteny analyses

Linkage groups (LGs) between *M. indigotica* and *Armillaria ectypa*, and between *M. indigotica* and *Pleurotus ostreatus* were assigned based on the reciprocal majority of the single-copy orthologues (SI Appendix, Fig. S8 and S9). Scaffolds that contained



fewer than 10 single-copy orthologues, shorter than 500 kb or shorter than species N90 were excluded from the analysis. Linkage groups within *Mycena* were assigned based on majority and at least 10% of single-copy orthologue links with *M. indigotica* scaffolds. Subsequent scaffolds were identified as the same linkage group if they contained a majority of pairwise one-to-one single-copy orthologues belonging to the *M. indigotica* LG.

As gene collinearity among *Mycena* species became less conserved, synteny blocks of each *Mycena* species were defined based on merging of adjacent pairwise single-copy orthologues to its closest-related species. For instance, synteny blocks of *M. chlorophos* were based on single-copy orthologues against *M. indigotica*. For every ortholog, the distance to the next closest single-copy orthologue was calculated to take into account segment duplications of genes or gene insertion/deletions. Synteny blocks of each species were estimated from pairwise proteome comparisons against its closest relative using DAGchainer (41) (options -Z 12 -D 10 -g 1 -A 5). Synteny around luciferase cluster was plotted using the genoPlotR(93) package.

### **RNAseq analysis of differential bioluminescent mycelium**

Quality trimming of the RNA sequencing reads was conducted using Trimmomatic(94). The sequencing reads were mapped to the genome using STAR(68, 69) (ver. STAR\_2.5.1b\_modified; default parameters). Raw read counts of the gene models were quantified by FeatureCounts(95) (ver. v1.5.0; -p -s 2 -t exon). For *M. kentingensis* and *M. chlorophos*, the differential expressed genes (DEGs) were analysed using DESeq2(96). Genes with fold change (FC) > 0 and FDR ≤ 0.05 were defined as DEG. For *M. sanguinolenta* and *M. venus*, the DEGs were identified by the Pearson correlation coefficient between the bioluminescence intensity (relative light unit; RLU) normalized by weight (RLU/mg) and log transformation of counts per million. Genes with correlation coefficient > 0.7 and *P*<0.01 were defined as DEGs.

### **RNA analysis of *M. kentingensis* and *Armillaria ostoyae* developmental stages**

The reads from transcriptomes of the primordia, young fruiting body, and cap and stipe of mature fruiting body were conducted by the same method of manipulating the reads from transcriptomes of mycelium. To identify co-expressed genes among transcriptomes, the transformation of transcripts per million (TPM) from six different tissues—mycelia with high bioluminescence and low bioluminescence, primordia, young fruiting body, and fruiting body cap and stipe were calculated. The lowest 25% expressed gene across all samples were excluded and co expression was analysed

using weighted gene co-expression network analysis (WGCNA)(49, 50) package in R (maxBlockSize = 10000, power = 20, networkType = signed , TOMType = signed, minModuleSize = 30). The Illumina reads among ten stages from *Armillaria ostoyae* were also downloaded from NCBI's GEO Archive (<http://www.ncbi.nlm.nih.gov/geo> under accession GSE100213) and also analysed by the same pipeline of *M. kentingensis* to identify co-expressed genes among the transcriptomes.

## Figure Legends

**Fig. 1| Phylogenomic analysis of *Mycena* and related fungi.** (A) The five species sequenced in this study. (B) Species trees inferred from a concatenated supermatrix of the gene alignments using the 360 single-copy orthogroups. X-axis denotes divergence time estimates. Blue dot on a branch indicates a bootstrap value > 90. Green horizontal bars indicate the percentage of bioluminescent fungi found in either the mycenoid or the *Armillaria* lineage. (C) Gene copy number in the orthologous groups (OG) associated with luciferin biosynthesis pathway including luciferase (*luz*), hispidin-3-hydroxylase (*h3h*), hispidin synthase (*hisps*), cytochrome P450 (*cyp450*) and caffeylpyruvate hydrolase (*cph*). (D) Reconciliated phylogeny of fungal luciferase. Blue dot on a branch indicates a bootstrap value > 90. (E) Haploid genome sizes for 42 species broken down by repeat types and gene features. Averaged content in the genomes of 14 outgroup species are indicated as one bar. Repeats including transposable elements (TEs): long terminal repeats (LTRs), long interspersed nuclear elements (LINES), short interspersed nuclear elements (SINEs), DNA transposons (DNA), and other types of repeats: small RNA (Small), simple repeats (Simple), and low complexity repeats (Low).

**Fig. 2| Distribution of *Mycena* genome features.** (A) *M. indigotica* chromosome one. For every non-overlapping 10-kb window, the distributions from top to bottom are: (1) Gene density (percentage of nucleotides coverage). Green stripes denote positions of single-copy orthologue with *M. chlorophos*. (2) Density of transposable elements (TEs), including LTRs, LINES, and DNA. (3) Average methylation level called from CpG sites per window. The high methylation window generally clustered in high TE regions with low gene density. (B) The methylation level in genes and different types of repeats. (C) The relationships among genome size, number of repeats and CG methylation levels in *Mycena*.

**Fig. 3| Genome synteny in *Mycena* genomes.** Schematic representation of the inter-scaffold relationship between species. The lines between scaffolds denote single-copy orthologues

682 between a pair of species. Shaded areas in each scaffold denote high-synteny regions defined  
683 by DAGchainer (41) and colour denote linkage groups assigned by most abundant pairwise  
684 single-copy orthologues. Lines are colour-coded according to corresponding linkage groups.  
685 Black triangles denote locations of luciferase clusters.

686  
687 **Fig. 4| Synteny around the luciferase cluster among bioluminescent fungi.** The  
688 orthologous groups (OGs) shared by at least two species were labelled with the same colour,  
689 regardless of their orientation. Arrows and rectangles denote protein encoding genes and  
690 transposable element, respectively. Different colours of rectangle denote TE types (pink:  
691 LINE and LINE relic; light green: LTR and LTR relic; yellow: DNA and DNA relic). The  
692 *cph* gene in some species was located in other scaffolds (Fig. S12).

693  
694 **Fig. 5| Evolutionary scenario for luciferase cluster evolution.** The formation of the  
695 luciferase cluster originated at the dispensable region of the last common ancestor and was  
696 susceptible to translocate to different genomic locations through rearrangement. In the  
697 ancestor of marasmioid, *cph* was duplicated and translocated into the luciferase cluster.  
698 Before the ancestor of the Physalacriaceae family emerged, the luciferase cluster was  
699 translocated into the core region and have since kept its synteny in the *Armillaria* lineage. In  
700 the most recent common ancestor of *Mycena* species, the luciferase cluster was located in the  
701 dispensable region and have since been susceptible to further rearrangement. Arrow box  
702 indicates gene. The dashed arrow box denotes the loss of gene. Fishhook arrow denotes  
703 translocation event. <sup>a</sup>Percentage of bioluminescent fungi found in the mycenoid lineage(5). <sup>b</sup>  
704 Percentage of bioluminescent fungi found in *Armillaria* lineage(47).

705  
706 **Fig. 6| Expression analysis to identify genes involved in bioluminescence.** (A) Conserved  
707 upregulated OGs. Differentially-expressed genes (DEGs) between mycelia with different  
708 bioluminescent intensities were identified in four bioluminescent *Mycena* species, and all 29  
709 OGs—except OG0009249 and OG0000706—contain at least one upregulated gene. A  
710 detailed annotation of the genes in the OGs is listed in Table S11. (B) Tissues used for  
711 transcriptomic data analysis in *M. kentingensis*. The left and right side are the tissues under  
712 light and dark conditions, respectively (captured by a Nikon D7000). The camera setting for  
713 each tissue: mycelium, Sigma 17-50mm ISO100 f2.8 with 16 min exposure time; primordia,  
714 AF-S Micro Nikkor 60mm ISO800 f/11with 122.4 sec exposure time; YFB, AF-S Micro  
715 Nikkor 60mm ISO800 f/11with 60.6 sec exposure time; FB, AF-S Micro Nikkor 60mm  
716 ISO800, f/11 with 9.3 sec exposure time. YFB, young fruiting body (0.5-1 cm). FB, mature  
717 fruiting body (> 1 cm). FB-cap, cap from FB. FB-stipe, stipe from FB. (C) Expression profile  
718 of luciferase cluster across developmental stages of *M. kentingensis*. Bold lines indicate four  
719 genes in the luciferase cluster. These four genes and the other 53 genes (yellow) were

assigned into the same module (Module50) with similar expression patterns. The genes located up- or downstream (grey) of the luciferin biosynthesis cluster had lower expression levels than the four genes in the cluster.

# **Authors contribution**

I.J.T. and H.M.K. conceived the study. I.J.T. led the study. H.M.K., C.C.C., G.S. and H.W.K. collected and identified *Mycena* species around Taiwan. H.M.K, P.H.W. and C.I.L. conducted the experiments. M.J.L. and J.Y.L. designed the Illumina sequencing experiment. H.H.L. and I.J.T. performed the assemblies and annotations of the *Mycena* genomes. H.M.K., H.H.L., Y.C.L. and I.J.T. conducted the repeat analysis. L.G.N. and I.J.T. carried out phylogenomics analyses and the divergence time estimation. H.M.K., H.H.L., Y.C.L. and I.J.T. carried out comparative genomic analyses. H.M.K. and M.R.L. analysed the RNA-seq data. H.H.L., R.J.L., J.W.H., P.Y.C. and H.M.K. carried out the methylation analyses. H.M.K. and I.J.T. wrote the manuscript with input from L.G.N and P.Y.C.

# **Acknowledgement**

We thank Chia-Ning Shen for lending us the luminometer for the duration of the project. We thank Bi-Chang Chen for providing the CCD camera to qualify bioluminescence. We thank Chi-Yu Chen and Jie-Hao Ou for their useful advice on culturing *Mycena* fungi. We are grateful to the National Center for High-performance Computing for computer time and facilities. We are grateful to the '1000 Fungal Genomes – Deep Sequencing of Ecologically-relevant Dikarya' consortium for access to unpublished genome data. We thank Gregory Bonito, Hui-Ling Liao, Alejandro Rojas and Rytas Vilgalys for permission to use the *Flagelloscypha* sp. FlaPMI526\_1 assembly from JGI. We thank Mary Catherine Aime for permission to use the *G. necrorhiza* MCA 3950. assembly from JGI. The genome sequence data were produced by the US Department of Energy Joint Genome Institute (JGI) in collaboration with the user community. We thank Chia-Lin Chung, Ben-Yang Liao and John Wang for commenting the earlier version of the manuscript. P.Y.C was supported by Ministry of Science and Technology, Taiwan, under Grant No. 106-2311-B-001 -035 -MY3 and 108-2313-B-001 -013 -MY3. H.M.K was supported by postdoctoral fellowship, Academia Sinica. I.J.T was supported by Career Development Award AS-CDA-107-L01, Academia Sinica. L.G.N was supported by

757 the ‘Momentum’ Program of the Hungarian Academy of Sciences (grant #  
758 LP2019-13/2019).

759

760

# 761 **Data availability**

762 Genome assembly and annotation of five *Mycena* species was deposited in the  
763 National Centre for Biotechnology Information BioProject database (accession no.  
764 PRJNA623720) pending final checks.

765

# 766 **References**

767

- 768 1. M. He *et al.*, Notes, outline and divergence times of Basidiomycota. *Fungal*  
769 *Diversity* 10.1007/s13225-019-00435-4 (2019).
- 770 2. C. Wei, R. Kirschner, A new *Mycena* species with blue basidiomata and poroid  
771 hymenophore from Taiwan. *Mycoscience* **60**, 10-13 (2019).
- 772 3. E. Thoen *et al.*, In vitro evidence of root colonization suggests ecological  
773 versatility in the genus *Mycena*. *New Phytologist* 10.1111/nph.16545 (2020).
- 774 4. A. Chew, D. Desjardin, Y. Tan, M. Musa, V. Sabaratnam, Bioluminescent fungi  
775 from Peninsular Malaysia-a taxonomic and phylogenetic overview. *Fungal*  
776 *Diversity* **70**, 149-187 (2015).
- 777 5. A. Cortes-Perez *et al.*, New species and records of bioluminescent *Mycena*  
778 from Mexico. *Mycologia* **111**, 319-338 (2019).
- 779 6. Z. M. Kaskova *et al.*, Mechanism and color modulation of fungal  
780 bioluminescence. *Sci Adv* **3**, e1602847 (2017).
- 781 7. A. A. Kotlobay *et al.*, Genetically encodable bioluminescent system from fungi.  
782 *Proc Natl Acad Sci U S A* **115**, 12728-12732 (2018).
- 783 8. T. Varga *et al.*, Megaphylogeny resolves global patterns of mushroom  
784 evolution. *Nat Ecol Evol* **3**, 668-678 (2019).
- 785 9. G. Sipos *et al.*, Genome expansion and lineage-specific genetic innovations in  
786 the forest pathogenic fungi *Armillaria*. *Nat Ecol Evol* **1**, 1931-1941 (2017).
- 787 10. D. Floudas *et al.*, Evolution of novel wood decay mechanisms in Agaricales  
788 revealed by the genome sequences of *Fistulina hepatica* and  
789 *Cylindrobasidium torrendii*. *Fungal Genet Biol* **76**, 78-92 (2015).
- 790 11. Y. J. Park *et al.*, Whole genome and global gene expression analyses of the  
791 model mushroom *Flammulina velutipes* reveal a high capacity for  
792 lignocellulose degradation. *PloS one* **9**, e93560 (2014).
- 793 12. D. Liu, M. Hunt, I. J. Tsai, Inferring synteny between genome assemblies: a  
794 systematic evaluation. *Bmc Bioinformatics* **19**, 26 (2018).

- 795 13. S. Koren *et al.*, Canu: scalable and accurate long-read assembly via adaptive  
796 k-mer weighting and repeat separation. *Genome Res* **27**, 722-736 (2017).
- 797 14. T. R. Ranallo-Benavidez, K. S. Jaron, M. C. Schatz, GenomeScope 2.0 and  
798 Smudgeplot for reference-free profiling of polyploid genomes. *Nat Commun*  
799 **11**, 1432 (2020).
- 800 15. K. Shafin *et al.*, Nanopore sequencing and the Shasta toolkit enable efficient  
801 de novo assembly of eleven human genomes. *Nature Biotechnology*  
802 10.1038/s41587-020-0503-6 (2020).
- 803 16. R. Heinzlmann, D. Rigling, G. Sipos, M. Münsterkötter, D. Croll, Chromosomal  
804 assembly and analyses of genome-wide recombination rates in the forest  
805 pathogenic fungus *Armillaria ostoyae*. *Heredity* 10.1038/s41437-020-0306-z  
806 (2020).
- 807 17. G. Perez, J. Pangilinan, A. G. Pisabarro, L. Ramirez, Telomere organization in  
808 the ligninolytic basidiomycete *Pleurotus ostreatus*. *Appl Environ Microbiol* **75**,  
809 1427-1436 (2009).
- 810 18. C. Holt, M. Yandell, MAKER2: an annotation pipeline and genome-database  
811 management tool for second-generation genome projects. *BMC*  
812 *bioinformatics* **12**, 491 (2011).
- 813 19. F. A. Simão, R. M. Waterhouse, P. Ioannidis, E. V. Kriventseva, E. M. Zdobnov,  
814 BUSCO: assessing genome assembly and annotation completeness with  
815 single-copy orthologs. *Bioinformatics* **31**, 3210-3212 (2015).
- 816 20. D. M. Emms, S. Kelly, OrthoFinder: phylogenetic orthology inference for  
817 comparative genomics. *Genome Biol* **20**, 238 (2019).
- 818 21. D. M. Emms, S. Kelly, OrthoFinder: solving fundamental biases in whole  
819 genome comparisons dramatically improves orthogroup inference accuracy.  
820 *Genome Biol* **16**, 157 (2015).
- 821 22. S. Duplessis *et al.*, Obligate biotrophy features unraveled by the genomic  
822 analysis of rust fungi. *Proceedings of the National Academy of Sciences of the*  
823 *United States of America* **108**, 9166-9171 (2011).
- 824 23. A. Zheng *et al.*, The evolution and pathogenic mechanisms of the rice sheath  
825 blight pathogen. *Nature Communications* **4** (2013).
- 826 24. J. E. Stajich *et al.*, Insights into evolution of multicellular fungi from the  
827 assembled chromosomes of the mushroom *Coprinopsis cinerea* (*Coprinus*  
828 *cinereus*). *Proceedings of the National Academy of Sciences of the United*  
829 *States of America* **107**, 11889-11894 (2010).
- 830 25. C. L. Chung *et al.*, Comparative and population genomic landscape of  
831 *Phellinus noxius*: A hypervariable fungus causing root rot in trees. *Mol Ecol*  
832 10.1111/mec.14359 (2017).



- 833 26. P. Ni *et al.*, DeepSignal: detecting DNA methylation state from Nanopore  
834 sequencing reads using deep-learning. *Bioinformatics* **35**, 4586-4595 (2019).
- 835 27. X. Zhang *et al.*, Genome-wide high-resolution mapping and functional  
836 analysis of DNA methylation in arabidopsis. *Cell* **126**, 1189-1201 (2006).
- 837 28. Y. P. Wang, X. Y. Wang, T. H. Lee, S. Mansoor, A. H. Paterson, Gene body  
838 methylation shows distinct patterns associated with different gene origins  
839 and duplication modes and has a heterogeneous relationship with gene  
840 expression in *Oryza sativa* (rice). *New Phytologist* **198**, 274-283 (2013).
- 841 29. B. Montanini *et al.*, Non-exhaustive DNA methylation-mediated transposon  
842 silencing in the black truffle genome, a complex fungal genome with massive  
843 repeat element content. *Genome Biol* **15**, 411 (2014).
- 844 30. P. A. Jones, Functions of DNA methylation: islands, start sites, gene bodies  
845 and beyond. *Nat Rev Genet* **13**, 484-492 (2012).
- 846 31. N. Elango, B. G. Hunt, M. A. D. Goodisman, S. V. Yi, DNA methylation is  
847 widespread and associated with differential gene expression in castes of the  
848 honeybee, *Apis mellifera*. *P Natl Acad Sci USA* **106**, 11206-11211 (2009).
- 849 32. A. J. Bewick *et al.*, Diversity of cytosine methylation across the fungal tree of  
850 life. *Nat Ecol Evol* **3**, 479-490 (2019).
- 851 33. E. M. Willing *et al.*, Genome expansion of *Arabis alpina* linked with  
852 retrotransposition and reduced symmetric DNA methylation. *Nat Plants* **1**,  
853 14023 (2015).
- 854 34. H. Wang *et al.*, CG gene body DNA methylation changes and evolution of  
855 duplicated genes in cassava. *Proc Natl Acad Sci U S A* **112**, 13729-13734  
856 (2015).
- 857 35. A. Stamatakis, RAxML-VI-HPC: maximum likelihood-based phylogenetic  
858 analyses with thousands of taxa and mixed models. *Bioinformatics (Oxford,*  
859 *England)* **22**, 2688-2690 (2006).
- 860 36. S. Mirarab, T. Warnow, ASTRAL-II: coalescent-based species tree estimation  
861 with many hundreds of taxa and thousands of genes. *Bioinformatics* **31**,  
862 i44-52 (2015).
- 863 37. Z. Yang, PAML 4: phylogenetic analysis by maximum likelihood. *Mol Biol Evol*  
864 **24**, 1586-1591 (2007).
- 865 38. R. Lupia, S. Lidgard, P. Crane, Comparing palynological abundance and  
866 diversity: implications for biotic replacement during the Cretaceous  
867 angiosperm radiation. *Paleobiology* **25**, 305-340 (1999).
- 868 39. J.-X. Yue *et al.*, Contrasting evolutionary genome dynamics between  
869 domesticated and wild yeasts. *Nature Genetics* **49**, 913-924 (2017).
- 870 40. S. Dong, S. Raffaele, S. Kamoun, The two-speed genomes of filamentous

871 pathogens: waltz with plants. *Curr Opin Genet Dev* **35**, 57-65 (2015).

872 41. B. J. Haas, A. L. Delcher, J. R. Wortman, S. L. Salzberg, DAGchainer: a tool for  
873 mining segmental genome duplications and synteny. *Bioinformatics (Oxford,*  
874 *England)* **20**, 3643-3646 (2004).

875 42. A. Rokas, J. H. Wisecaver, A. L. Lind, The birth, evolution and death of  
876 metabolic gene clusters in fungi. *Nature Reviews Microbiology* **16**, 731-744  
877 (2018).

878 43. A. G. Oliveira *et al.*, Circadian control sheds light on fungal bioluminescence.  
879 *Curr Biol* **25**, 964-968 (2015).

880 44. M. L. Sharpe, P. K. Dearden, G. Gimenez, K. L. Krause, Comparative RNA seq  
881 analysis of the New Zealand glowworm *Arachnocampa luminosa* reveals  
882 bioluminescence-related genes. *BMC Genomics* **16**, 825 (2015).

883 45. T. R. Fallon *et al.*, Firefly genomes illuminate parallel origins of  
884 bioluminescence in beetles. *Elife* **7** (2018).

885 46. D. E. Desjardin, A. G. Oliveira, C. V. Stevani, Fungi bioluminescence revisited.  
886 *Photochem Photobiol Sci* **7**, 170-182 (2008).

887 47. J. D. Mihail, Bioluminescence patterns among North American *Armillaria*  
888 species. *Fungal Biol* **119**, 528-537 (2015).

889 48. D. Bermudes, R. H. Petersen, K. H. Nealson, Low-Level Bioluminescence  
890 Detected in *Mycena-Haematopus* Basidiocarps. *Mycologia* **84**, 799-802  
891 (1992).

892 49. B. Zhang, S. Horvath, A general framework for weighted gene co-expression  
893 network analysis. *Stat Appl Genet Mol Biol* **4**, Article17 (2005).

894 50. P. Langfelder, S. Horvath, WGCNA: an R package for weighted correlation  
895 network analysis. *Bmc Bioinformatics* **9**, 559 (2008).

896 51. K. Krizsan *et al.*, Transcriptomic atlas of mushroom development reveals  
897 conserved genes behind complex multicellularity in fungi. *Proc Natl Acad Sci*  
898 *U S A* **116**, 7409-7418 (2019).

899 52. E. N. Harvey, *Bioluminescence* (Academic Press, New York, 1952).

900 53. E. C. Wassink, "Luminescence in fungi." in *Bioluminescence in action*, P. J.  
901 Herring, Ed. (Academic Press, London, 1978), pp. 171-197.

902 54. T. De Bie, N. Cristianini, J. P. Demuth, M. W. Hahn, CAFE: a computational tool  
903 for the study of gene family evolution. *Bioinformatics* **22**, 1269-1271 (2006).

904 55. J. M. Mondego *et al.*, A genome survey of *Moniliophthora perniciosa* gives  
905 new insights into Witches' Broom Disease of cacao. *BMC Genomics* **9**, 548  
906 (2008).

907 56. C. Guijarro-Clarke, P. W. H. Holland, J. Paps, Widespread patterns of gene loss  
908 in the evolution of the animal kingdom. *Nature Ecology & Evolution* **4**,

909 519-523 (2020).

910 57. A. M. C. Bowles, U. Bechtold, J. Paps, The Origin of Land Plants Is Rooted in  
911 Two Bursts of Genomic Novelty. *Current Biology* **30**, 530-536.e532 (2020).

912 58. L. G. Nagy *et al.*, Latent homology and convergent regulatory evolution  
913 underlies the repeated emergence of yeasts. *Nature communications* **5**, 4471  
914 (2014).

915 59. M. Marcet-Houben, T. Gabaldon, Evolutionary and functional patterns of  
916 shared gene neighbourhood in fungi. *Nat Microbiol* **4**, 2383-2392 (2019).

917 60. P. Weinstein, S. Delean, T. Wood, A. D. Austin, Bioluminescence in the ghost  
918 fungus *Omphalotus nidiformis* does not attract potential spore dispersing  
919 insects. *IMA Fungus* **7**, 229-234 (2016).

920 61. C. C. Chang, C. Y. Chen, W. W. Lin, H. W. Kao, *Mycena jingyinga*, *Mycena*  
921 *luguensis*, and *Mycena venus*: three new species of bioluminescent fungi  
922 from Taiwan. *Taiwania* **65**, 396-406 (2020).

923 62. R. Vaser, I. Sović, N. Nagarajan, M. Šikić, Fast and accurate de novo genome  
924 assembly from long uncorrected reads. *Genome Res* **27**, 737-746 (2017).

925 63. S. Huang, M. Kang, A. Xu, HaploMerger2: rebuilding both haploid  
926 sub-assemblies from high-heterozygosity diploid genome assembly.  
927 *Bioinformatics* 10.1093/bioinformatics/btx220 (2017).

928 64. B. J. Walker *et al.*, Pilon: an integrated tool for comprehensive microbial  
929 variant detection and genome assembly improvement. *Plos One* **9**, e112963  
930 (2014).

931 65. S. Koren *et al.*, De novo assembly of haplotype-resolved genomes with trio  
932 binning. *Nature Biotechnology* **36**, 1174-1182 (2018).

933 66. G. Benson, Tandem repeats finder: a program to analyze DNA sequences.  
934 *Nucleic Acids Res* **27**, 573-580 (1999).

935 67. I. V. Grigoriev *et al.*, MycoCosm portal: gearing up for 1000 fungal genomes.  
936 *Nucleic Acids Res* **42**, D699-704 (2014).

937 68. A. Dobin *et al.*, STAR: ultrafast universal RNA-seq aligner. *Bioinformatics* **29**,  
938 15-21 (2013).

939 69. A. Dobin, T. R. Gingeras, Mapping RNA-seq Reads with STAR. *Curr Protoc*  
940 *Bioinformatics* **51**, 11.14.11-11.14.19 (2015).

941 70. B. J. Haas *et al.*, *De novo* transcript sequence reconstruction from RNA-seq  
942 using the Trinity platform for reference generation and analysis. *Nat Protoc* **8**,  
943 1494-1512 (2013).

944 71. M. Pertea *et al.*, StringTie enables improved reconstruction of a  
945 transcriptome from RNA-seq reads. *Nat Biotechnol* **33**, 290-295 (2015).

946 72. L. Song, S. Sabuncuyan, L. Florea, CLASS2: accurate and efficient splice variant

947 annotation from RNA-seq reads. *Nucleic Acids Res* **44**, e98 (2016).

948 73. C. Trapnell *et al.*, Differential gene and transcript expression analysis of  
949 RNA-seq experiments with TopHat and Cufflinks. *Nature protocols* **7**, 562-578  
950 (2012).

951 74. T. D. Wu, C. K. Watanabe, GMAP: a genomic mapping and alignment program  
952 for mRNA and EST sequences. *Bioinformatics* **21**, 1859-1875 (2005).

953 75. L. Venturini, S. Caim, G. G. Kaithakottil, D. L. Mapleson, D. Swarbreck,  
954 Leveraging multiple transcriptome assembly methods for improved gene  
955 structure annotation. *GigaScience* **7**, giy093 (2018).

956 76. M. Stanke, A. Tzvetkova, B. Morgenstern, AUGUSTUS at EGASP: using EST,  
957 protein and genomic alignments for improved gene prediction in the human  
958 genome. *Genome Biol* **7**, S11 (2006).

959 77. V. Ter-Hovhannisyan, A. Lomsadze, Y. O. Chernoff, M. Borodovsky, Gene  
960 prediction in novel fungal genomes using an ab initio algorithm with  
961 unsupervised training. *Genome Research* **18**, 1979-1990 (2008).

962 78. K. J. Hoff, S. Lange, A. Lomsadze, M. Borodovsky, M. Stanke, BRAKER1:  
963 unsupervised RNA-Seq-Based genome annotation with GeneMark-ET and  
964 AUGUSTUS. *Bioinformatics* **32**, 767-769 (2016).

965 79. I. Korf, Gene finding in novel genomes. *BMC Bioinformatics* **5**, 59 (2004).

966 80. A. Conesa *et al.*, Blast2GO: a universal tool for annotation, visualization and  
967 analysis in functional genomics research. *Bioinformatics* **21**, 3674-3676  
968 (2005).

969 81. M. Falda *et al.*, Argot2: a large scale function prediction tool relying on  
970 semantic similarity of weighted Gene Ontology terms. *BMC bioinformatics* **13**  
971 **Suppl 4**, S14 (2012).

972 82. Y. Yin *et al.*, dbCAN: a web resource for automated carbohydrate-active  
973 enzyme annotation. *Nucleic Acids Res* **40**, W445-451 (2012).

974 83. R. D. Finn, J. Clements, S. R. Eddy, HMMER web server: interactive sequence  
975 similarity searching. *Nucleic Acids Res* **39**, W29-37 (2011).

976 84. M. Berriman, A. Coghlan, I. J. Jason Tsai, Creation of a comprehensive repeat  
977 library for a newly sequenced parasitic worm genome. *Protocol Exchange*  
978 10.1038/protex.2018.054 (2018).

979 85. W. Guo *et al.*, BS-Seeker2: a versatile aligning pipeline for bisulfite sequencing  
980 data. *BMC Genomics* **14**, 774 (2013).

981 86. K. Katoh, D. M. Standley, MAFFT multiple sequence alignment software  
982 version 7: improvements in performance and usability. *Mol Biol Evol* **30**,  
983 772-780 (2013).

984 87. A. Kozlov, D. Darriba, T. Flouri, B. Morel, A. Stamatakis, RAXML-NG: a fast,

scalable and user-friendly tool for maximum likelihood phylogenetic inference. *Bioinformatics* **35**, 4453-4455 (2019).

88. M. dos Reis, Z. Yang, Approximate Likelihood Calculation on a Phylogeny for Bayesian Estimation of Divergence Times. *Molecular Biology and Evolution* **28**, 2161-2172 (2011).

89. M. Suyama, D. Torrents, P. Bork, PAL2NAL: robust conversion of protein sequence alignments into the corresponding codon alignments. *Nucleic Acids Res* **34**, W609-612 (2006).

90. S. Kumar, G. Stecher, M. Suleski, S. B. Hedges, TimeTree: A Resource for Timelines, Timetrees, and Divergence Times. *Mol Biol Evol* **34**, 1812-1819 (2017).

91. G. Poinar, R. Buckley, Evidence of mycoparasitism and hypermycoparasitism in Early Cretaceous amber. *Mycological Research* **111**, 503-506 (2007).

92. C. Cai, R. Leschen, D. Hibbett, F. Xia, D. Huang, Mycophagous rove beetles highlight diverse mushrooms in the Cretaceous. *Nature Communications* **8** (2017).

93. L. Guy, J. R. Kultima, S. G. Andersson, genoPlotR: comparative gene and genome visualization in R. *Bioinformatics* **26**, 2334-2335 (2010).

94. A. M. Bolger, M. Lohse, B. Usadel, Trimmomatic: a flexible trimmer for Illumina sequence data. *Bioinformatics* **30**, 2114-2120 (2014).

95. Y. Liao, G. K. Smyth, W. Shi, featureCounts: an efficient general purpose program for assigning sequence reads to genomic features. *Bioinformatics* **30**, 923-930 (2014).

96. L. W. Meinhardt *et al.*, Genome and secretome analysis of the hemibiotrophic fungal pathogen, *Moniliophthora roreri*, which causes frosty pod rot disease of cacao: mechanisms of the biotrophic and necrotrophic phases. *BMC Genomics* **15**, 164 (2014).

A



Mycena venus



Mycena sanguinolenta



Mycena kentingensis

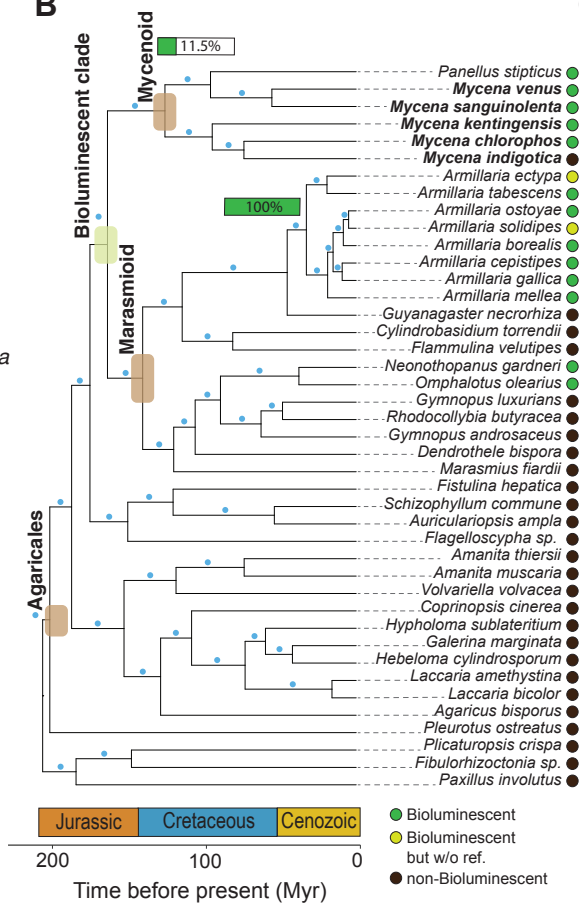


Mycena chlorophos

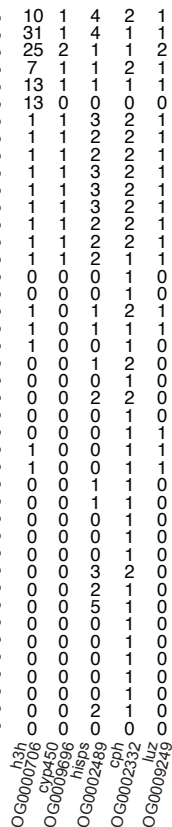


Mycena indigotica

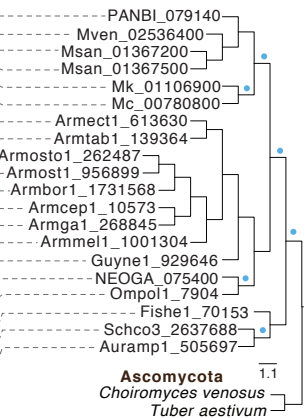
B



C



D



E

