1	Gene-specific mechanisms direct Glucocorticoid Receptor-driven
2	repression of inflammatory response genes in macrophages
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- 32 Running title: Repression of inflammatory genes by GR

35 Abstract

36 The Glucocorticoid Receptor (GR) potently represses macrophage-elicited inflammation, 37 however, the underlying mechanisms remain obscure. Our genome-wide analysis in mouse 38 macrophages reveals that pro-inflammatory paused genes, activated via global negative 39 elongation factor (NELF) dissociation and RNA Polymerase (Pol)2 release from early elongation 40 arrest, and non-paused genes, induced by de novo Pol2 recruitment, are equally susceptible to 41 acute glucocorticoid repression. Moreover, in both cases the dominant mechanism involves 42 rapid GR tethering to p65 at NF-kB binding sites. Yet, specifically at paused genes, GR 43 activation triggers widespread promoter accumulation of NELF, with myeloid cell-specific NELF 44 deletion conferring glucocorticoid resistance. Conversely, at non-paused genes, GR attenuates 45 the recruitment of p300 and histone acetylation, leading to a failure to assemble BRD4 and 46 Mediator at promoters and enhancers, ultimately blocking Pol2 initiation. Thus, GR displays no 47 preference for a specific pro-inflammatory gene class, however, it effects repression by 48 targeting distinct temporal events and components of transcriptional machinery.

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51 Keywords: inflammation; macrophages; glucocorticoid receptor; transcriptional repression;
52 transcription initiation and elongation; RNA Polymerase 2

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56 Introduction

57 Inflammation is an innate immune response to tissue injury or infection. It relies on 58 macrophages, which recognize pathogen-associated molecular patterns and other 'danger' 59 signals via their toll-like receptors (TLRs) (Glass and Saijo 2010). This initiates a signaling 60 cascade that leads to the activation and DNA binding of the effector transcription factors NF-kB 61 and AP1 (O'Neill et al. 2013) which recruit coregulators, and, ultimately, the basal transcription 62 machinery that together alter the chromatin state in the vicinity of many pro-inflammatory genes 63 and enable their transcription (Smale and Natoli 2014; Glass and Natoli 2015). Acute 64 transcriptional activation of pro-inflammatory genes is, therefore, critical for overriding the 65 homeostatic set-point and producing a robust immune response that helps to resolve infection 66 or tissue injury (Kotas and Medzhitov 2015).

67 Although the magnitude and dynamics of inflammation is affected at multiple levels, the 68 temporal coordination of cytokine gene transcription by RNA Polymerase (Pol) 2 is a key 69 mechanism that defines acute inflammatory response. The Pol 2 transcription cycle has been 70 divided into three phases: initiation, elongation and termination. Initiation involves the 71 recruitment of Pol 2 to the promoter, histone modifications and changes in histone occupancy. 72 In addition, the C-terminal domain (CTD) of Pol 2, which contains multiple heptad repeats 73 (YS2PTS5PS), is phosphorylated at S5, and Pol 2 synthesizes short (20-60 nt) RNA transcripts. 74 During the elongation step, Pol 2 is further phosphorylated at S2 by the cyclin T1/CDK9 positive 75 transcription elongation factor (P-TEFb) and synthesizes the full length RNA transcript, which is 76 followed by the termination step and RNA transcript dissociation from the DNA (Nechaev and 77 Adelman 2011).

Although Pol 2 recruitment and initiation has been historically considered the rate-limiting step in signal-dependent transcription, numerous recent studies revealed that transcriptionally engaged Pol 2 often remains paused near promoters in the absence of activating signal, and

81 that entry into productive elongation is rate-limiting for activation of up to 40% of inducible genes (Core et al. 2012). The paused Pol 2 is in a complex with the 4-subunit negative elongation 82 83 factor (NELF); NELF phosphorylation by P-TEFb leads to its release and Pol 2 entry into 84 productive elongation (Chiba et al. 2010; Nechaev and Adelman 2011). A subset of cytokine 85 genes in macrophages is controlled at the level of Pol 2 pausing. Indeed, while for genes such 86 as II1a and II1b, signal-dependent Pol 2 recruitment to their transcription start sites (TSS) and 87 transcription initiation are rate-limiting, other genes, exemplified by Tnf, are occupied by Pol 2 88 even under resting conditions (Adelman et al. 2009; Hargreaves et al. 2009; Gupte et al. 2013). 89 At Tnf, Pol 2 is S5-phosphorylated, bound by NELF and paused ~50 bp downstream of the 90 TSS. Pause release following S2 and NELF phosphorylation by P-TEFb occurs in response to 91 inflammatory signal.

92 Aside from Pol 2 occupancy, the chromatin state plays an integral part in the regulation of 93 transcription (Smale et al. 2014). In particular, histone code "writers" such as acetyltransferases 94 (HATs) GCN5 and p300 have been implicated in modifying H3K9/14 and H4K5/8/12 at 95 inflammatory genes in macrophages following treatment with TLR4 ligands (Hargreaves et al. 96 2009; Escoubet-Lozach et al. 2011). Both HATs are recruited by the NF-kB subunit p65 to 97 regulatory regions in a stimulus-dependent manner (Hargreaves et al. 2009; Ghisletti et al. 98 2010). Histone modifications are then bound by "readers" such as BRD4, a protein containing 99 two conserved N-terminal bromodomains (BD1 and BD2), which associates with most active 100 promoters and some active enhancers, and has been proposed to couple the acetylation state 101 at enhancers and promoters with Pol 2 elongation (Loven et al. 2013; Brown et al. 2014). BRD4 102 occupancy correlates with acetylation marks at H4K5/8/12, H3K9/27 (Loven et al. 2013; Kanno 103 et al. 2014; Nagarajan et al. 2014) and with gene activation, whereas chemical inhibition of 104 BRD4 binding abrogates the induction of a subset of genes (Nicodeme et al. 2010). 105 Furthermore, BRD4 has been shown to associate with P-TEFb, affecting Pol 2 CTD 106 phosphorylation, and hence, transcription elongation (Itzen et al. 2014).

107 These events coalesce ensuring a rapid remodeling of the inflammatory transcriptome, with 108 hundreds of genes undergoing a dramatic upregulation (Escoubet-Lozach et al. 2011; Chinenov 109 et al. 2012; Gupte et al. 2013; Uhlenhaut et al. 2013; Tong et al. 2016). Although essential for 110 host defense, unabated inflammation imposes a threat to the host and can result in tissue 111 damage and autoimmunity. One systemic mechanism that controls acute inflammatory 112 response is a feedback loop whereby inflammatory cytokines trigger the production of steroid 113 hormones known as glucocorticoids (GCs) (reviewed in (Sacta et al. 2016)). Lipophilic GCs 114 diffuse through the cell membrane and bind the intracellular glucocorticoid receptor (GR), a 115 transcription factor (TF), which then translocates to the nucleus and regulates gene expression. 116 The transcriptional outcomes of GR activation are context-specific and are determined by the 117 genomic GC response elements (GRE) to which the receptor binds. GR can bind directly to 118 specific, usually pseudopalindromic, DNA sequences either as a homodimer or complexed with 119 other TFs such as AP1 and STAT3 (Biddie et al. 2011; Langlais et al. 2012). In this context, GR 120 recruits various coregulators such as members of the p160 family, HATs, the Mediator complex 121 and ATP-dependent chromatin remodelers (Weikum et al. 2017b), ultimately leading to the 122 activation of numerous genes including the anti-inflammatory genes, such as Dusp1 and 123 Tsc22d3 (GILZ). At other sites, known as "tethering" GREs, GR does not directly bind DNA but 124 interacts with other DNA-bound TFs such as pro-inflammatory AP1 and NF-kB and usually 125 represses their activity (reviewed in (Chinenov et al. 2013)) - a property fundamental to the 126 ability of GCs to dramatically attenuate inflammation. In contrast to GR-mediated activation, the 127 mechanisms of transcriptional repression by GR remain poorly understood. Strikingly, however, 128 in a few cases analyzed, genes activated through Pol 2 recruitment and those induced by 129 signal-dependent Pol 2 pause release were both susceptible to GR-mediated repression (Gupte 130 et al. 2013).

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Here, we use a combination of cell-based and genome-wide approaches to elucidate the

mechanisms by which GR represses pro-inflammatory genes in primary macrophages challenged acutely with the TLR4 agonist lipopolysaccharide (LPS) and GCs. We present evidence of 'tethering' as a prevalent mechanism of repression among p65/GR co-regulated genes. We further demonstrate a widespread yet gene class-specific role of NELF in glucocorticoid-mediated repression of early elongation. Conversely, at other genes, GR precludes the ordered assembly of HATs, Brd4 and the Mediator complex which ultimately blocks Pol 2 recruitment and transcription initiation.

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141 **Results**

142 Genomic binding of GR and p65 upon inflammatory and anti-inflammatory stimulation

143 To understand the mechanisms by which GR elicits its repressive effects, we first assessed 144 by RNA-seq the global transcriptional changes upon acute activation of primary mouse bone 145 marrow-derived macrophages (BMDM) with LPS or LPS together with a synthetic GC 146 dexamethasone (Dex) for 1 h. At FDR<0.1 we found that, compared to vehicle-treated BMDM, 147 597 genes were induced by LPS >1.5 fold. Of these, the induction of 201 genes was attenuated 148 >1.3 fold by Dex co-treatment (Fig. 1A and Supplementary File 1). As expected, GO analysis of 149 acutely GR-repressed genes revealed predominantly those involved in cytokine signaling (Fig. 150 1A).

151 Despite rapid remodeling of the macrophage LPS-induced transcriptome in response to Dex 152 observed by us and others (Fig. 1, (Rao et al. 2011; Chinenov et al. 2012; Uhlenhaut et al. 153 2013; Chinenov et al. 2014)), no comprehensive analysis of the GR and p65 genome-wide 154 occupancy under acutely repressing conditions has been reported. Therefore, we determined 155 the distribution of p65 and GR genomic binding sites in BMDM pulsed with LPS, Dex or 156 LPS+Dex for 45 min (See Fig. 1 - Figure Supplement 1-2 and Supplementary File 2 for quality 157 metrics and comparison of replicates). Following LPS+Dex exposure, we detected 9987 GR 158 peaks (union of two replicates) 5397 (54.1%) of which did not overlap with p65 peaks at the

159 same conditions (Fig. 1B, top, Fig. 1 - Figure Supplement 1A). Motif overrepresentation analysis 160 in these GR unique peaks revealed predominance of centrally-enriched NR3C binding motifs, 161 which represent GREs and highly related NR binding sites, those for ETS family members, such 162 as the macrophage lineage-determining TF SPI1 (PU.1 and SPIB), and AP1 family members 163 (Fig. 1B, Fig. 1 - Figure Supplement 1B, left panel). The analysis of p65 binding after LPS+Dex 164 treatment revealed 7052 peaks (union of two replicates) of which 2344 (33.8%) were uniquely 165 bound by p65 (Fig. 1B, Fig. 1 - Figure Supplement 2A). Motif analysis indicated an enrichment 166 of NF-kB/Rela binding motifs, as well as ETS and AP1 motifs (Fig. 1B). Importantly, the GR and 167 p65 cistromes shared 4589 peaks, which corresponds to nearly half of all GR- and 2/3 of all 168 p65-binding peaks. Motif analysis of these peaks showed a predominance for NR3C/GRE, ETS 169 family, NF-kB/Rela and AP1 binding motifs that were enriched near the peak summits (Fig. 1B, 170 bottom, Fig. 1 - Figure Supplement 1B, middle panel).

171 Because of the significant enrichment of peaks with NF-kB elements (especially among 172 those overlapping p65-binding peaks) in the GR cistrome under repressing conditions, we 173 performed GR ChIP-seq in BMDM treated with Dex only for 45 min to compare the two GR 174 cistromes. In Dex-treated BMDM, GR binding sites formed 3377 peaks. Of those, 3165 also 175 appeared in the GR LPS+Dex cistrome (with only 212 peaks unique to Dex-treated BMDM) 176 whereas 6817 were gained in the GR LPS+Dex cistrome (Fig. 1 - Figure Supplement 1A, right 177 panel). ETS and NR3C binding motifs were over-represented in both Dex-unique and Dex -178 LPS+Dex-shared subsets of GR peaks and trended towards the peak summit (Fig. 1C, Fig. 1 -179 Figure Supplement 1B, right panel). We did not detect NF-kB/Rela motif enrichment in these 180 two subsets of GR binding peaks. However, among 6817 peaks unique to the GR LPS+Dex 181 cistrome we readily observed an overrepresentation of NF-kB and AP1 motifs while NR3C 182 motifs were no longer enriched (Fig. 1C, compare top/middle vs. bottom motif enrichment 183 panels) indicating that inflammatory signaling and p65/NF-kB activation was driving GR 184 recruitment to such sites specifically under repressing LPS+Dex conditions.

The majority of GR and p65 binding sites were located in distal intergenic (~39-47% of peaks) and intronic (~40% on average) regions (Fig. 1D), similar to previously reported GR and p65 cistromes in various cell lines (Reddy et al. 2009; Barish et al. 2010).

188 To correlate GR binding with transcriptional outcomes, we focused on our subset of 201 189 LPS-induced Dex-repressed genes as determined by RNA-seq (Fig. 1A, Supplementary File 1) 190 and evaluated GR peak localization within these genes and 100 Kb of their 5'- and 3'-flanking 191 regions in Dex- and LPS+Dex-treated BMDM. In this subset a somewhat larger fraction (~52%, 192 compared to 39-47% genome-wide) of GR-binding peaks were located in distal intergenic 193 regions, whereas the fraction of peaks in the introns dropped from 40 to 24% compared to 194 whole-genome GR cistrome (Fig. 1D). This shift was not due to a preponderance of shorter 195 introns or genes in Dex-repressed subset (Fig. 1 - Figure Supplement 1C).

196 Comparison of GR binding near the 201 Dex-repressed genes with an entire GR cistrome 197 shows that a greater fraction of binding sites was unique to the LPS+Dex condition (81% vs. 198 68%, Fig. 1E) consistent with a disproportional increase in unique binding site utilization among 199 this functionally constrained set of genes. Several representative examples of GR and p65 co-200 binding near GR-sensitive genes are shown in Fig. 1F: at each gene, GR binding occurred at 201 sites matching those of p65, but only in LPS+Dex and not LPS- or Dex-alone treated BMDM. 202 Importantly, LPS-dependent p65 binding fully persisted in the presence of Dex. In fact, the total 203 number of p65 binding peaks in the presence of LPS and LPS+Dex was comparable both 204 genome-wide, and in the vicinity of our GR-repressed genes (Fig. 1 - Figure Supplement 2A, 205 right and 2B). In each case, ~2/3 of the LPS-induced p65 peaks persisted in LPS+Dex-treated 206 BMDM. Moreover, among p65 LPS+Dex peaks functionally constrained to Dex-repressed 207 genes, 80% (up from 68% genome-wide) overlapped LPS-induced peaks (Fig. 1 - Figure 208 Supplement 2C). Interestingly, of the 201 genes repressed by Dex in the context of LPS-209 mediated macrophage activation, only 56 were repressed ≥1.3 fold (and only 16 of those ≥2-210 fold) upon treatment with Dex alone (Supplementary File 1; RNA-seg dataset from (Chinenov et

al. 2014)) – further supporting a requirement for NF-kB activation for GR recruitment to the
 majority of genes Dex-sensitive genes. Combined, these results further corroborate a tethering
 model in which p65 is a central component of repression complexes in GC-treated BMDM.

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215 NELF mediates repressive effects of GR at paused genes

We have reported that at several pro-inflammatory genes in unstimulated BMDM, promoterproximally paused Pol 2 is in a complex with NELF and enters productive elongation following LPS treatment (Adelman et al. 2009; Gupte et al. 2013). To assess how common this type of Pol 2 dynamics is among inflammatory genes, we performed Pol 2 ChIP-seq in untreated, LPSor LPS+Dex- treated BMDM.

221 Fig. 2A shows Pol 2 tracks for six genes all of which were among 201 that were rapidly 222 induced by LPS and repressed by Dex as established by RNA-seq (Fig. 1A). Of those, Tnf, 223 Hilpda and Btg2, all display accumulation of Pol 2 near the TSS in untreated BMDM. Upon a 45-224 min LPS treatment, we detect additional Pol 2 loading and, notably, its redistribution into the 225 body of the gene; conversely, upon LPS+Dex treatment, Pol 2 largely remains near the TSS 226 resembling a 'paused' pattern seen in the unstimulated BMDM (Fig. 2A, left). In contrast, non-227 paused genes *II1a*, *II1b* and *Cd83* display no substantial Pol 2 occupancy in the unstimulated 228 BMDM, and a dramatic and uniform increase in Pol 2 occupancy throughout the gene in 229 response to LPS, which is nearly abrogated by co-treatment with Dex (Fig. 2A, right).

These findings raised the possibility that GR mediates its repressive effects genome-wide by regulating distinct steps of Pol 2 transcription cycle depending on the rate-limiting step for gene activation. To address this possibility, we first calculated Pol 2 pausing indexes (PI) for approximately 300 transcripts corresponding to our 198 LPS-induced Dex-repressed genes (3 genes were excluded due to the conflict of annotation). As described in (Nechaev et al. 2010), we defined PI as the ratio of log-transformed normalized Pol 2 counts around the promoter (-200/+500 bp relative to the annotated TSS) to those within the gene body downstream of +500

237 bp (Fig. 2B, Supplementary File 3). Based on the PI in untreated BMDM, we classified GC-238 repressed genes into two groups: 61 transcripts had a PI>1 and were considered to be paused 239 (twice as much of Pol2 at the promoter region versus gene body), whereas 82 had a PI<0.8 and 240 were considered non-paused (see Methods and (Nechaev et al. 2010)). Fig. 2C shows Pol 2 241 distribution within the -200/+1500 region for individual transcripts of both classes in unstimulated 242 BMDM, as well as BMDM exposed for 45 min to LPS or LPS+Dex. The read density distribution 243 for 61 paused and 82 non-paused transcripts in differentially treated BMDM (Fig. 2D) reveals a 244 peak of Pol 2 occupancy in the promoters of the paused genes, additional Pol 2 loading, and, 245 importantly, its entry into gene bodies in response to LPS. Co-treatment with Dex decreases Pol 246 2 occupancy in gene body with most Pol 2 remaining near the TSS (Fig. 2C and D). Conversely, 247 little Pol 2 is seen in the non-paused genes in untreated BMDM; Pol 2 occupancy increases 248 dramatically throughout the genes in LPS-treated BMDM and this loading is largely abrogated 249 by Dex (Fig. 2C and D), consistent with the pattern shown in Fig. 2A for representative genes.

Because Pol 2 pausing within the first 100 nt of a gene is mediated by NELF (Adelman and Lis 2012), we assessed genome-wide NELF distribution by ChIP-seq using antibodies to the NELF-E subunit of the complex. Aligned with Pol 2 PI heat maps, NELF-E occupancy matched closely Pol 2 distribution in untreated BMDM with striking accumulation immediately downstream of TSS of paused genes and little to no NELF-E seen in non-paused genes (Fig. 2C and 2D, far right). Indeed, read density distribution in NELF-E ChIP-seq shows highly gene class-specific NELF-E occupancy at paused (PI>1) promoters (Fig. 2D, right).

As reported previously for a few individual genes (Adelman et al. 2009; Schaukowitch et al. 2014), following LPS stimulation, NELF-E was broadly evicted from promoters of LPS-induced genes with little occupancy detected at 1 h (Fig. 3A). Interestingly, however, this dismissal was transient, as despite continued LPS exposure, NELF reloaded onto promoters reaching widespread occupancy by 3 h (Fig. 3A, also see average occupancy graphed for all paused transcripts). This release and reloading can be seen at specific paused GC-sensitive genes,

Tnf, Hilpda, and *Btg2* (Fig. 3A, right), which show substantial NELF-E occupancy at the TSS co localizing with Pol 2 peaks in resting BMDM, its dissociation following a 1-h LPS induction, and
 re-establishment of the TSS-associated NELF-E peaks by 3 h.

266 To directly assess whether NELF occupancy in GC-sensitive genes in BMDM correlates with 267 Pol 2 pausing in early elongation, we compared the NELF-E and Pol 2 cistromes in the 268 unstimulated BMDM. Among the LPS-induced Dex-sensitive genes with PI>1 (approximately 269 24% of 300 Dex-repressed transcripts), 86.3% displayed promoter-associated NELF-E peaks, 270 compared to only 31.7% in genes with PI<0.8 (which comprised approximately 66% of 300 271 transcripts; Fig. 3B, left). Importantly, similar relative numbers of paused and non-paused genes 272 (23 and 70 %, respectively; Fig. 3 – Figure Supplement 1B) were found among LPS-induced 273 Dex-insensitive genes from RNA-seq (Fig. 1A). In this group, NELF-E occupancy in untreated 274 BMDM was again much more prevalent in paused genes (81.1%) than in non-paused ones 275 (44.2%). Thus, GR does not preferentially repress genes in one class vs. the other, and high 276 levels of TSS-associated NELF in a basal state is a common feature of paused genes 277 irrespective of their sensitivity to GC.

278 Given that NELF and Pol 2 co-localize at the TSS of the paused genes in unstimulated 279 BMDM, that activation of such genes by LPS coincides with NELF dismissal, and that Pol 2 280 remains near the promoters of these genes under repressing conditions consistent with their 281 early elongation arrest, we questioned whether GR-mediated repression was globally mediated 282 by NELF. We first evaluated NELF-E occupancy in BMDM co-treated with LPS+Dex by ChIP-283 seg and found the relative distribution of peaks among paused (PI>1) and non-paused (PI<0.8) 284 repressed genes to be indistinguishable from NELF-E distribution in resting BMDM (83.6% and 285 33.2%, respectively; Fig. 3B, right – compare to left). We then evaluated NELF-E distribution 286 across several of our target genes in the presence of LPS+Dex and detected striking promoter-287 proximal NELF peaks in paused Tnf, Myc, Errfi1 and Ccl2, but not in non-paused II1b or Lif (Fig. 288 3B). To address directly whether NELF is necessary for GR-mediated repression, we used a

289 new mouse strain conditionally lacking the NELF-B subunit and, hence, the functional NELF 290 complex in myeloid cells (see Methods). BMDM from NELF-B LysM-Cre mice (NELF-B KO) 291 show a dramatic reduction in NELF-B mRNA and protein (Fig. 3C, top). Importantly, as the 292 NELF complex requires all four subunits for stability and the loss of a single subunit leads to the 293 proteolytic degradation of the complex (Gilchrist et al. 2008), immunoblot also reveals a near 294 complete loss of the NELF-E protein in the BMDM of the NELF-B KO (Fig. 3C, top). Using WT 295 and NELF-B KO BMDM, we then compared GR-mediated repression of our candidate GC-296 sensitive genes. Consistent with the lack of overt phenotype in these mice, RNA-seq of resting 297 BMDM of the two genotypes revealed no significant differences in the expression levels of LPS-298 induced Dex-repressed genes at baseline (Fig. 3 – Figure Supplement 1C). Moreover, at the 299 time-frame examined, LPS challenge led to a similar induction of Tnf, Myc, Errfi1, Ccl2, II1b and 300 Lif transcripts irrespective of the genotype (Fig. 3C, bottom left). Interestingly, for all genes 301 classified as 'paused', repression by Dex was significantly attenuated in the NELF-B KO BMDM, 302 but not in non-paused genes *II1b* and *Lif* (Fig. 3C, bottom right). Collectively, these findings 303 strongly suggest that NELF-mediated block in productive elongation is an integral part of GR-304 mediated repression of paused genes.

305 To extend these observations to a whole-genome level, we analyzed transcriptomes from the 306 WT and NELF-B KO BMDM treated with LPS+Dex for 1 h by RNA-seq which identified 393 307 differentially expressed genes (fold change = 1.5, FDR p < 0.05). Out of 201 genes that were 308 repressed by Dex in the WT BMDM (Fig. 1A), 23 were expressed at higher level in the 309 LPS+Dex -treated NELF-B KO BMDM; notably, 21 of them had PI>0.8 (Fig. 3D). Conversely, 310 out of 396 LPS-induced Dex-insensitive genes, only 9 were upregulated in the LPS+Dex-treated 311 NELF-B KO BMDM, 7 of which had PI>0.8 (Fig. 3 – Figure Supplement 1D, left). These 312 observations indicate that NELF ablation disproportionally affects paused LPS-induced Dex-313 repressed genes.

Because NELF release is triggered by CDK9-mediated phosphorylation, we evaluated the recruitment of CDK9 to the TSS of paused and non-paused genes. Consistent with earlier observations (Luecke 2005), GR inhibited LPS-induced CDK9 recruitment but did so irrespective of the gene class (Fig. 3E) suggesting that NELF retention rather than CDK9 occupancy serves as a defining class-specific feature of glucocorticoid repression of paused genes.

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321 GR-mediated repression of non-paused genes results in attenuation of histone H4 acetylation 322 and BRD4 binding

323 The dynamics of Pol 2 binding at non-paused genes, as shown in Fig. 2, suggested that the 324 major barrier to activation at these genes is the loading of Pol 2. BMDM surpass this barrier by 325 recruiting NF-kB and AP1 to enhancer regions (Glass and Natoli 2015) that in turn assemble 326 histone modifying proteins, which help create a more permissive chromatin environment for the 327 binding of basal transcriptional machinery and Pol 2. In particular, histone tail modifications, 328 which are associated with both enhancers and promoters are H3K9Ac and H4K5/8/12Ac (Smale 329 et al. 2014). Because these marks correlate with gene transcriptional status, we evaluated the 330 histone acetylation at a subset of our GC-repressed genes of each class.

We noted striking differences in histone tail modifications between representatives of the two gene classes. In particular, paused genes - *Tnf* and *Ccl2* - contained high basal levels of H4PanAc and, specifically, H4K5Ac, at both TSS and kB binding sites which were unaffected by LPS or LPS+Dex treatment (Fig. 4A, bottom row). In contrast, non-paused genes - *ll1b* and *ll1a* - showed a significant increase in H4Ac levels only after LPS treatment, especially at the *ll1b* TSS and two *ll1a* kB enhancers at -10 Kb and -20 Kb, and this increase was fully attenuated by Dex (Fig. 4A, top row).

338 The change in acetylation seen preferentially at our non-paused genes, appeared to denote 339 a specific "histone code" for histone binding proteins that could potentially affect the

340 transcription of these genes. In particular, BRD4, the Bromodomain and Extra-Terminal domain 341 (BET) histone binding protein, affects inflammatory cytokine transcription both in vitro and in 342 vivo through direct binding to acetylated H3 and H4 (Shi and Vakoc 2014). The changes in 343 H4PanAc including H4K5/K12Ac in several GC-sensitive genes, suggested a possible role for 344 BRD4 in transcriptional repression by GR. To test this hypothesis, we first assessed activation 345 of pro-inflammatory genes by LPS in the presence of increasing concentrations of I-BET, an 346 inhibitor of BRD4 binding. The induction of *II1b* and *II1a* transcripts was significantly attenuated 347 by I-BET in a dose-dependent manner, whereas Tnf and Ccl2 induction persisted (Fig. 4B). In 348 agreement with gene expression results, ChIP-qPCR experiments revealed that BRD4 was 349 recruited to promoters of non-paused genes *ll1b* and *ll1a* upon LPS treatment and, interestingly, 350 this recruitment was attenuated by Dex (Fig. 4C). Conversely, at the paused genes, Tnf and 351 Ccl2, BRD4 was readily detectable at the TSS in unstimulated BMDM and this association did 352 not significantly change after either LPS or LPS+Dex treatment. Thus, BRD4 occupancy 353 patterns at the promoters of these genes resembled signal-responsive H4Ac profiles suggesting 354 that loss of BRD4 in response to Dex may underlie GR-mediated repression of, specifically, the 355 non-paused genes.

356 We then assessed genome-wide distribution of BRD4 by ChIP-seq. Not surprisingly, we 357 observed frequent BRD4 binding across the genome in untreated BMDM (~3700 peaks, Fig 4. -358 Figure Supplement 1A, left panel). There was a 1.8-fold increase in the number of BRD4 peaks 359 in response to LPS relative to that in untreated BMDM (4345 new peaks, Fig. 4 - Figure 360 Supplement 1A, left panel). The increase in the total peak number was even more apparent 361 when limited to LPS-induced genes: 2.9-fold for Dex-insensitive or -repressed genes (Fig. 4 -362 Figure Supplement 1A, middle and right panel, respectively). Furthermore, BRD4 loading 363 density specifically at our Dex-sensitive genes increased dramatically in response to LPS which, 364 interestingly, was nearly abrogated by Dex - a trend very apparent at promoters, but also 365 significant at BRD4:p65 shared binding sites (Fig. 4 - Figure Supplement 1B). BRD4 read

366 distribution at individual non-paused genes of interest reflected this dynamics. For example, the 367 II1b TSS and -2.3 Kb and -10 Kb p65 enhancers acquired strong BRD4 binding in response to 368 LPS which was significantly attenuated by Dex, concomitantly with GR loading (Fig. 4D, left top, 369 purple arrows). Il1a also displayed increased LPS-induced BRD4 loading at kB-associated 370 upstream enhancers (-10 Kb and -20 Kb) with a dramatic reduction in occupancy upon Dex co-371 treatment corresponding to GR binding at both regions (Fig. 4D, left bottom, purple arrows). 372 Consistent with our ChIP-PCR data, paused genes, Ccl2 (-12.5 kB enhancer) and especially Tnf 373 (TSS) exhibited modest yet detectable BRD4 occupancy in untreated BMDM that was 374 potentiated by LPS but only minimally affected by Dex (Fig. 4D, right). Moreover, our analysis of 375 BRD4 occupancy at Dex-sensitive genes of the two classes revealed that in paused genes, 376 45% of the BRD4 binding sites seen in LPS-treated BMDM were already pre-bound in untreated 377 cells and 55% were LPS-induced; in non-paused genes, however, only 38% of the sites were 378 pre-occupied in untreated BMDM, whereas 62% were LPS-dependent (Fig. 4E). Thus, our 379 functional studies together with occupancy data suggest that the activation of non-paused 380 genes is more dependent on BRD4 recruitment, and therefore, its dismissal may have a greater 381 impact on genes of this class.

382 Initial BRD4 characterization revealed its interaction with the Mediator complex subunits 383 MED1 and MED12 (Jang et al. 2005; Loven et al. 2013). Mediator is an evolutionarily conserved 384 multi-protein co-activator complex that facilitates transcriptional activation of many genes in part 385 by linking physically and functionally effector TFs and Pol 2. In the context of LPS-induced 386 activation of pro-inflammatory genes, MED1 is reportedly recruited to both the TSS and p65 387 enhancers (Hargreaves et al. 2009; Brown et al. 2014), occupying similar sites across the 388 genome as BRD4, and the two appear to stabilize each other's occupancy at enhancer regions 389 (Loven et al. 2013). We therefore assessed MED1 and MED12 occupancy at the promoters and 390 p65 enhancers of GR-sensitive genes and found that both were recruited to TSS and p65 sites 391 in response to LPS treatment and their recruitment was attenuated by Dex (Fig. 4F). Thus, by inhibiting BRD4 binding to the TSS and certain enhancer regions at non-paused genes, GR
destabilizes MED1 and MED12 occupancy ultimately affecting Pol 2 recruitment. Of note, MED1
and MED12 loss in response to Dex occurred at paused genes as well (Fig. 4F), suggesting that
GR may antagonize the Mediator complex binding irrespective of its effects on BRD4.

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397 GR attenuates histone acetylation, cofactor assembly and Pol 2 recruitment to non-paused
398 genes by blocking the recruitment of p300

399 GR activation disrupted histone acetylation and subsequent BRD4 and Mediator complex 400 assembly at our analyzed non-paused genes, suggesting a central role for LPS-induced histone 401 acetylation as a potential target for GR. Various HATs, including GCN5 and p300, have been 402 implicated in altering modifications at the histone H3 and H4 tails (Smale et al. 2014) 403 Furthermore, p300 has been shown to also interact with and acetylate p65, which contributes to 404 the activation of NF-kB dependent genes (Huang et al. 2009; Nagarajan et al. 2014; Roe et al. 405 2015). Thus, p300 appeared as a plausible HAT to execute H3/H4 acetylation, thereby dictating 406 the recruitment of BRD4 to the promoters and kB sites of our genes of interest. ChIP-gPCR 407 experiments revealed LPS-dependent recruitment of p300 to the TSS and p65 binding sites of 408 non-paused genes *II1a* and *II1b*, which was blocked by Dex. Interestingly, at paused genes, 409 p300 occupancy varied, showing some LPS-potentiated yet Dex-insensitive recruitment to Tnf, 410 but a strong constitutive occupancy at Ccl2 (Fig. 5A). Notably, loss of p300 from these genes 411 did not reflect a simple 'titration' of p300 by the activated GR potentially broadly sequestering it 412 away from kB enhancers, as p300 occupancy at the p65 binding sites of LPS-induced Dex-413 insensitive genes identified by our RNA-seq analysis - Cxcl10, Cd40, Tnfsf9, Trim13 - was fully 414 resistant to Dex (Fig. 5B).

We reasoned that p300 catalytic activity rather than its occupancy is a better indicator of whether or not this HAT is involved in regulating target GR-sensitive genes. Therefore, a selective and competitive inhibitor of the p300 HAT activity, C646, was used to determine

418 whether p300-mediated acetylation of histories was necessary for transcriptional activation of 419 candidate pro-inflammatory genes. C646 attenuated in a dose-dependent manner LPS-420 mediated induction of non-paused genes *II1b* and *II1a*, whereas activation of paused genes *Tnf* 421 and Ccl2 was unaffected (Fig. 5C), consistent with a selective requirement for p300 at the non-422 paused genes. Furthermore, if GR represses *II1a* and *II1b* specifically by precluding p300 423 recruitment, its ectopic introduction into cells should rescue LPS-mediated induction irrespective 424 of GC treatment. Fig. 5D shows that overexpression of wild-type p300 but not its ΔHAT mutant 425 devoid of the catalytic activity in macrophage-like RAW264.7 cells dramatically and specifically 426 reversed GR-mediated repression of non-paused genes. This suggests that GR represses 427 these genes by precluding p300 recruitment, H3/H4 acetylation and the assembly of the BRD4-428 Mediator complex, ultimately blocking Pol 2 loading.

429

430 **Discussion**

Despite the unmatched therapeutic utility of GCs stemming in large part from rapid and direct transcriptional repression of the key inflammatory genes, our knowledge of the overall architecture, dynamics, stability and distribution of such repressive GR complexes in inflammatory cells has been lacking. Given fundamental differences in the rate-limiting events for inflammatory gene activation, we sought to dissect the mechanisms by which GR elicits repression in such distinct gene classes and use genome-wide approaches to assess the generality of our findings.

Numerous studies in cell culture and cell-free systems implicated physical interactions between GR, NF-kB and AP1 family members in the inhibition of pro-inflammatory gene transcription (reviewed in (Sacta et al. 2016)) and indeed, we observe extensive co-localization of GR and the NF-kB subunit, p65, genome-wide and especially nearby Dex-repressed genes following short-term LPS+Dex co-treatment – conditions under which we observe rapid glucocorticoid repression. GCs did not cause global displacement of p65; in fact, the number on

444 p65 binding sites in the presence of LPS vs. LPS+Dex is comparable. Moreover, 80% of p65 445 peaks associated with our Dex-repressed genes overlap in LPS- and LPS+Dex-treated BMDM. 446 Interaction with p65 is further corroborated by the persistence of p65 peaks near our candidate 447 Dex-repressed genes of both classes. With respect to GR binding, both globally and restricted 448 to Dex-repressed genes, several observations point to a tethering mechanism. First, the 449 predominant motifs enriched in GR peaks present uniquely under LPS+Dex conditions are 450 those of NF-kB and AP1 and not the NR3C motif overrepresented in Dex-treated BMDM or 451 peaks shared between the two cistromes. Second, when compared between an entire genome 452 and restricted to Dex-repressed genes, the fraction of LPS+Dex unique GR binding sites is 453 increasing substantially from 68 to 81%. Third, the majority of the 201 Dex-sensitive genes are 454 only repressed in LPS-activated macrophages, pointing to a requirement for NF-kB activation 455 for GR recruitment. Indeed, the analysis of GR occupancy nearby our candidate Dex-sensitive 456 genes of both classes reveals co-localized GR and p65 peaks associated with NF-kB enhancers 457 under repressing LPS+Dex conditions and no GR binding in Dex-only - treated macrophages. 458 Thus, although this is certainly not the only mechanism by which GR affects inflammatory gene 459 expression (Rao et al. 2011; Uhlenhaut et al. 2013; Oh et al. 2017; Weikum et al. 2017a), 460 tethering to p65 is a widespread regulatory mechanism that GR relies upon to elicit acute 461 repression of pro-inflammatory genes in macrophages.

462 How GR enacts repression appears to depend on the state of the target promoters prior to 463 activation. At paused genes, Pol 2 is pre-loaded, bound by NELF and "stalled" nearby the TSS, 464 (Gilchrist et al. 2012). These genes have elevated levels of histone acetylation at the TSS, 465 suggestive of an open chromatin state, which would favor constitutive Pol 2 loading and 466 transcription initiation. Conversely, non-paused genes show little Pol 2 occupancy in 467 unstimulated BMDM. Among our Dex-repressed genes, both classes were well represented: in 468 a set of transcripts filtered for Pol 2 occupancy and used to calculate PI, 61 were paused and 82 469 were not; in a total pool of transcripts corresponding to LPS-induced Dex-repressed 198 genes,

approximately 24% were paused (PI>1) and 66% non-paused (PI<0.8). This distribution
matched closely that of genes that were LPS-induced but insensitive to Dex (23% and 70%,
respectively), suggesting that GR does not display a preference for a specific gene type for
repression.

474 Given a critical role of NELF in establishing Pol 2 pausing (Gilchrist et al. 2008; Core et al. 475 2012), we evaluated the genomic distribution of NELF at our LPS-induced Dex-repressed genes 476 in basal, activated and repressed state. This analysis revealed a striking correlation between 477 Pol 2 promoter-proximal pausing and NELF occupancy. Indeed 81% of the paused genes had 478 TSS-associated NELF peaks compared to only 44% on non-paused genes. As expected, NELF 479 dissociated from Pol 2 after LPS treatment, presumably due to P-TEFb-mediated 480 phosphorylation, enabling productive elongation. Although the rate of NELF dismissal varies 481 depending on culture conditions and in our experience takes 30-60 min, this loss is consistently 482 transient as NELF "re-loads" onto the TSS of these genes despite continuous presence of LPS. 483 We previously reported a highly dynamic occupancy of NELF at the *Tnf* promoter (Adelman et 484 al. 2009), but a global synchronous reloading of NELF onto promoters of activated pro-485 inflammatory genes was unexpected. We envision that NELF re-loading may provide a tonic 486 control of the inflammatory response by limiting further entry of Pol 2 into productive elongation 487 (Aida et al. 2006), yet maintain genes poised for induction by preserving a nucleosome-depleted 488 environment (Gilchrist et al. 2008; Core et al. 2012). A distinct mechanism of 'tonic control' of 489 inflammatory gene expression was recently described for a transcriptional repressor Hes1 which 490 limits the recruitment of P-TEFb and hence, NELF release and Pol 2 elongation (Shang et al. 491 2016). In that regard, it would be informative to examine the dynamics of P-TEFb and 492 phosphorylation of the Pol 2 CTD at the promoters of these genes over the time frame of NELF 493 recycling. Interestingly, paused genes were originally proposed to be fast and transient 494 responders to inducing signals (Adelman et al. 2009; Rogatsky and Adelman 2014); NELF 495 reloading despite prolonged LPS exposure could potentially contribute to cessation of activation

496 and establishing a 'tolerant' LPS-unresponsive state. More generally, our finding illustrates that 497 the transcriptional landscape of macrophages during a sustained exposure to a signal, even in a 498 course of a few hours, undergoes a significant remodeling and a secondary stimulus is likely to 499 elicit variable responses depending on the exact timing of stimulation. Furthermore, given 500 intrinsic macrophage plasticity, whereby a 12-h treatment with a relevant signal (e.g., LPS or 501 Dex) is sufficient to 'polarize' them to a distinct myeloid cell population – caution needs to be 502 taken in interpreting results of 'sequential' treatments, which may document a response of a 503 reprogrammed macrophage to a new signal rather that simple transcriptional antagonism or 504 synergy.

505 Under conditions of GC repression, we observed a broad failure of paused genes to release 506 NELF concomitantly with inhibition of Pol 2 entry into productive elongation. Moreover, genetic 507 disruption of NELF resulted in GC resistance of genes in this class establishing a causal 508 relationship between NELF accumulation and GR-mediated repression. Interestingly, NELF was 509 previously shown to participate in estrogen receptor (ER) alpha-mediated gene expression. ERa 510 primarily affects Pol 2 post-initiation steps, whereby pausing is alleviated via hormone-induced 511 recruitment of CDK9 to Pol 2 and NELF and their phosphorylation (Kininis et al. 2008). Given 512 that NRs can dynamically affect P-TEFb occupancy and that P-TEFb recruitment to GC-513 sensitive genes is attenuated after GC treatment in this and earlier studies (Luecke 2005; Gupte 514 et al. 2013), GR may block elongation by preventing P-TEFb recruitment, possibly through 515 direct steric hindrance. Interestingly, in addition to phosphorylation, NELF has recently been 516 shown to undergo ADP-ribosylation which also facilitates its release (Gibson et al. 2016). It 517 would be informative to assess whether, similar to P-TEFb, ADP-ribosyl transferases that 518 modify NELF are susceptible to regulation by GCs. Finally, a physical interaction between ERa 519 and NELF has been documented at promoters of certain estrogen-activated genes, where 520 NELF recruitment limits the response to hormone (Aiyar 2004). Conceivably, NELF could also 521 serve as a non-conventional "co-repressor" recruited by GR to the promoter-proximal regions of

pro-inflammatory genes in a gene-specific manner. Once recruited, NELF may no longer require
GR and assume its known function in Pol 2 pausing. Whether GR-mediated repression involves
either of these mechanisms remains to be elucidated.

525 Interestingly, non-paused genes, such as II1a and II1b, exhibit low CpG content, stable 526 nucleosome assembly at promoters, low levels of H3K9/14Ac in the basal state and low TBP 527 occupancy (Ramirez-Carrozzi et al. 2009). This suggests that histone acetylation marks are 528 required for chromatin remodeling which may pose a major barrier to the recruitment of Pol 2 at 529 these genes. We show that an increase in H4Ac at promoters and kB sites in response to LPS 530 correlated with Pol 2 recruitment, and GC attenuated these effects, suggesting that GR may 531 repress these genes by acting upon factors that "write" and "read" histone marks. Among many 532 HATs that modify H3 and H4, p300 is recruited by p65 to the TSS and NF-kB sites and has 533 been shown to acetylate histones that are then bound by BRD4 (Huang et al. 2009; Brown et al. 534 2014; Nagarajan et al. 2014; Roe et al. 2015). Conceivably, GR attenuates p300 loading by 535 competing for a tethering site on p65 as has been previously documented for IRF3 (Ogawa et 536 al. 2005). We cannot exclude the possibility that additional HATs, i.e., GCN5, contribute to 537 writing H3/H4Ac at our GC-sensitive pro-inflammatory genes.

538 Given its role as a histone binding protein that reportedly contributes to recruiting P-TEFb 539 and couples the acetylation state at promoters and enhancers with Pol 2 elongation, a clear bias 540 for LPS-induced novel sites of BRD4 recruitment and their sensitivity to Dex specifically at non-541 paused genes was unexpected. BRD4 binding at promoters broadly correlates with gene 542 activation (Nicodeme et al. 2010; Loven et al. 2013; Brown et al. 2014; Kanno et al. 2014). We 543 now show that similar to I-BETs, GR inhibits, albeit indirectly, loading of BRD4 particularly at 544 non-paused genes and, by exploiting their dependency on histone acetylation, disrupts 545 interactions with Mediator, ultimately antagonizing Pol 2 recruitment and transcription initiation. 546 Because this effect is far from uniform, and some p65/BRD4-bound LPS-induced enhancers are 547 more sensitive to the effects of Dex than others, we speculate that a subset of p65 binding sites

has greater functional consequences for gene activity. Identifying a subpopulation of "dominant" enhancers whose BRD4 occupancy is a definitive predictor of transcriptional state, and correlating those with sites of GR recruitment would likely sharpen the differences in BRD4 behavior between the two gene classes.

552 Finally, although the two classes of genes are activated and repressed through distinct 553 mechanisms, the consequences of GR activation share commonalities including a failure to 554 recruit P-TEFb and the Mediator complex. P-TEFb is required for gene activation post Pol 2 555 loading, so at non-paused genes failing to recruit Pol 2, P-TEFb loss would have little functional 556 consequences. Conversely, a block in Mediator recruitment at both the TSS and kB sites could 557 potentially contribute to repression of both classes of genes. Mediator is a multi-subunit complex 558 that interacts with numerous activators and components of basal transcription machinery 559 including Pol 2 (Malik and Roeder 2010). With respect to non-paused genes, Mediator interacts 560 directly with both BRD4 and p300, with Mediator and BRD4 stabilizing each other's occupancy 561 (Jang et al. 2005; Malik and Roeder 2010; Shi and Vakoc 2014). Furthermore, Mediator and 562 p300 can act cooperatively to alter the chromatin landscape and facilitate PIC formation (Malik 563 and Roeder 2010). Although the contribution of Mediator to activation of pro-inflammatory 564 paused genes needs further study, it has been suggested that Mediator may help recruit P-565 TEFb indirectly promoting pause release (Lu et al. 2016). Additionally, because kB sites are 566 typically distant from promoters, and pro-inflammatory genes were proposed to be activated 567 through DNA looping (Tong et al. 2016), Mediator (perhaps together with Brd4) may contribute 568 to bridging promoters with NF-kB enhancers. Thus, it is tempting to speculate that by hindering 569 Mediator assembly, GR globally disrupts promoter-enhancer communication thereby attenuating 570 pro-inflammatory gene expression.

571

572 Materials and methods

573 Cell culture and reagents

574 BMDM were prepared from 8-10 wk old mice as in (Gupte et al. 2013). RAW264.7 cells were 575 cultured in DMEM media (Corning, cat# 10-013-CV) supplemented with 10% fetal bovine serum 576 (Atlanta Biologicals cat# S11550). Dex and LPS were purchased from Sigma.

577

578 Transgenic mice

579 C57BL/6 mice (NCI, Charles River Laboratories), C57BL/6 *Lys2-Cre* mice -/-:*Nelfb* fl/fl mice and 580 their derivatives were maintained in the Weill Cornell Animal Facility in compliance with 581 guidelines from the Weill Cornell Animal Care and Use Committee. All studies were performed 582 on 8-12 wk old male mice.

To create the NELF-B conditional KO strain, NELF-B fl/fl mice (with NELF-B exon 4 floxed (Amleh et al. 2009)) were bred to C57BL/6-derived LysM-Cre mice (Jackson Laboratories, 004781) to obtain double heterozygous LysM-Cre/wt:NELF-B fl/wt (LysM-Cre:HET) animals. To create homozygous (LysM-Cre:NELF-B fl/fl) animals, we self-crossed LysM-Cre-Het mice. The genotype of the progeny was determined using PCR primers described in (Amleh et al. 2009). LysM-Cre primers were obtained from Jackson Laboratories.

589

590 Inhibitor experiments

591 BMDM were plated in 6-well plates at 2*10⁶ cells/well. For BRD inhibitor experiments, cells were 592 pretreated with I-BET (Calbiochem, 401010) for 30 min, followed by co-treatment with LPS (10 593 ng/ml). For p300 inhibitor experiments, cells were treated with LPS for 30 min, followed by co-594 treatment with C646 (Abcam, ab142163) for 1 h. Concentrations of inhibitors are shown in 595 Figure Legends.

596

597 Transfections

598 RAW264.7 cells were plated at 2*10⁵ cells/well in 24-well plates and transfected ON using 599 Turbofect (Thermo Scientific, R0531) as per manufacturer's instructions. Cells were treated the

following day as described in Figure Legends. Plasmids used are pcDNA3.1-p300, pcDNA3.1300(HAT-) (Addgene, Plasmid #23252 and #23254, respectively) and pcDNA3.1 to equalize
total amount of transfected DNA.

603

604 RNA isolation and Real-time qPCR

Total RNA isolation from BMDM (Qiagen RNAeasy Kit), random-primed cDNA synthesis, and qPCR with Maxima Sybr Green/ROX/2x master mix (Fermentas) on StepOne Plus real time PCR system were performed using standard protocols. Data analysis was performed using the ddCT method. All data was normalized to Actb as housekeeping control. Primers are listed in Supplemental File 4.

- 610
- 611 Immunoblotting

Whole cell extracts were prepared in RIPA buffer (10 mM Tris-HCl pH 8.0, 1 mM EDTA, 0.5 mM
EGTA, 140 mM NaCl, 5% glycerol, 0.1% Na deoxycholate, 0.1% SDS, 1% Triton X-100).
Immunoblotting was performed with rabbit polyclonal antibodies to NELF-B (Cell Signaling,
1:2000, 1489S), NELF-E (Proteintech, 1:2000, 10705-1-AP), HSP90 (Cell Signaling 1:200,
4874S).

617

BMDM were treated for 45 min as specified in Figure Legends and single cross-linked in 1% methanol-free formaldehyde for 10 min at RT (AcH4) or double cross-linked using 2 mM disuccinimidyl glutarate (Proteochem, c1104) for 30 min followed by 1% methanol-free formaldehyde for 10 min at RT (CDK9, BRD4, MED1, MED12, p300). The reaction was quenched by 0.125 M glycine for 5 min. Cells were then washed with PBS, scraped and lysed for 10 min at 4°C in lysis buffer with protease inhibitor cocktail. The nuclear extracts were collected by centrifugation at 600*g for 10 min. Nuclei were then washed for 10 min at 4°C in

⁶¹⁸ ChIP

626 wash buffer with protease inhibitors and collected as described above. Nuclei were lysed in lysis 627 buffer for 10 min and sonicated to fragment chromatin using 15-18 cycles (30 sec 'on', 30 sec 628 'off') in a Bioruptor at 4°C. For CDK9, nuclei were sonicated with Covaris S220 Ultrasonicator 629 according to manufacturer's instructions (130 µl shearing buffer, 200 cycles/burst, 120 sec, DF 630 10). Lysates were cleared by centrifugation at 14,000*g, 20 min, 4°C, and then incubated with 631 normal rabbit IgG (Santa Cruz Biotech, sc-2027x), BRD4 (Abcam, ab84776 and Bethyl 632 Laboratories, A3001-985A100), MED12 (Bethyl Laboratories, A300-774A), MED1 (Bethyl 633 Laboratories, A300-793), p300 (Santa Cruz Biotech, sc-585X), Anti-AcH4 (Millipore, 06-866), 634 Anti-AcH4K12 (Millipore, 07-595), Anti-AcH4K5 (Millipore, 07-327) and 40 µl of 50% protein A/G 635 plus agarose (Santa Cruz Biotech, sc-2003) per reaction at 4°C ON. Beads were washed 4x 636 with RIPA buffer and once with TE buffer. For CDK9, 5 µg of antibodies (Santa Cruz Biotech, 637 sc-8338X or sc-13130X) were pre-bound to 40 µl of Dynabeads Protein A (Invitrogen), washed 638 2x with beads blocking buffer and incubated with lysates at 4°C ON: IPs were washed 6x with 639 modified RIPA buffer containing 100 mM LiCI on a magnetic stand and once with TE buffer+50 640 mM NaCl. Each reaction was then incubated in TE+0.5% SDS+200 µg/ml proteinase K 641 (Invitrogen, 25530049) for 2 h at 55°C, followed by 6 h at 65°C to reverse crosslinks. DNA was 642 purified using phenol-chloroform extraction and ethanol precipitation or using Qiagen PCR 643 purification kit. Recruitment at binding sites was assessed by gPCR. All data at putative binding 644 sites was normalized to 28S ribosomal RNA as control. Primers are listed in Supplemental File 645 4.

646

647 ChIP-seq

For GR (Santa Cruz Biotech, sc-1004X), BRD4 (Abcam, ab84776) and p65 (Santa Cruz
Biotech, sc-372X) ChIP-seq, nuclei were sonicated with Covaris S220 sonicator according to
manufacturer's instructions (130 μl shearing buffer, 200 cycles/burst, 120 sec, DF 10). For Pol 2
(Santa Cruz Biotech, sc-9001X) and NELF-E (Proteintech, 10705-1-AP) ChIP-seq, cells were

652 formaldehyde cross-linked and nuclei were sonicated as above to obtain fragments in 150-500 653 bp range. Input DNA was prepared from sonicated material saved prior to IP. Lysates were 654 cleared by centrifugation at 14,000 rpm, 20 min, 4°C, and then incubated with respective 655 antibodies using 40 µl of 50% protein A/G PLUS agarose beads (for GR, BRD4 and Pol 2) or 60 656 µl of Dynabeads (Invitrogen) (for p65) per reaction at 4°C ON. GR, BRD4 and Pol 2 IPs were 657 then processed as described for ChIP-qPCR above. p65 IPs were washed 6x with modified 658 RIPA buffer containing 100 mM LiCl on a magnetic stand and once with TE buffer+50 mM NaCl 659 and processed as described for ChIP-qPCR above. The efficiency of ChIP was assessed by 660 qPCR. The integrity and quality of DNA was evaluated with Bionalyzer 2100 (Agilent 661 Technologies) before using 10 ng of material to prepare Illumina-compatible sequencing 662 libraries using Illumina Truseg ChIP sample prep kit. Library preparation and sequencing was 663 performed by Weill Cornell Epigenomics Core. Libraries were sequenced by a HiSeq 2500 (50 664 bp, single-end).

665

666 RNA-seq

667 BMDM from LysM-Cre:NELF-B wt/wt (WT) and/or LysM-Cre:NELF-B fl/fl (NELF-B KO) mice 668 were treated as indicated in individual figure legends (vehicle, LPS, LPS+Dex for 1 h) and RNA 669 was isolated using Qiagen RNA-easy kit. Total RNA was polyA enriched and converted into 670 Illumina-compatible sequencing library with TruSeq mRNA-Seq sample preparation kit 671 (Illumina). Quality control of RNA and libraries was performed using the BioAnalyzer 2100. Pair-672 end sequencing was performed at the Weill Cornell Epigenomics Core using HiSeq2500.

673

674 Quantification and Statistical Analysis

675 General experimental design and statistical analysis

To ensure reproducibility all *in vitro* experiments were repeated at least in triplicates. The differences between continuous variables were assessed using Student's *t* Test and the differences between discrete variable were assessed with Fisher's exact test.

679 Real time PCR

Two-tailed Student's t-test was used to ascertain the differences between means as detailed inFigure Legends.

682 ChIP-seq

683 Sequencing quality control was performed using FASTQC; adapters, when needed, where 684 trimmed using trimmomatic. 50 bp single-end reads were aligned to the mouse genome (mm10) 685 using CLC Bio Genomic Workbench (GR, Pol 2) or bowtie2 (p65, NELF-E, BRD4). Aligned BAM 686 files were converted into bigwig format for data visualization purposes. The quality of Chip-seq 687 experiments was assessed using ChIPQC package (Carroll et al. 2014) (Supplemental File 2). 688 Cross-correlation analysis, Relative Strand Correlation (RSC) and Normalized Strand Cross-689 correlation coefficient (NSC) for all ChIP-seq datasets used in this study were calculated with 690 CLC BIO genomics workbench (Fig. 1 - Figure Supplement 1D and 2C; Fig. 3 - Figure 691 Supplement 1A and Fig. 4 - Figure Supplement 1C, Supplemental File 2) as described in 692 (Marinov et al. 2013). RSC reflects the ratio of the fragment-size peaks and the read-size peak in 693 cross-correlation plot. For all experiments with the exception of one NELF-E condition, the RSC 694 is larger than 0.8 as per ENCODE recommendations (Landt et al. 2012). Peak calling was 695 performed with CLC Bio Genomics Workbench (Pol 2) or MACS2 (Zhang et al. 2008) (--gsize 696 2150570000 --bw=300 --ratio 1.0 --slocal 1000 --llocal 10000 --keep-dup 1 --bdg --qvalue 0.05) 697 with a matching input file to estimate background read distribution.

Peak annotation relative to known genomics features was performed using *ChIPpeakAnno package (R, Bioconductor)* (Zhu et al. 2010) with *TxDb.Mmusculus.UCSC.mm10.knownGene* annotation (2016-09-29 04:05:09 +000). Peak overlaps between datasets were determined using *subsetByOverlap* function from GenomicRanges package (R, Bioconductor) with the minimum

overlap of 1 nt and visualized with *makeVennDiagram* function from *ChIPpeakAnno* (Zhu et al.
2010) package.

Ab initio analysis of overrepresented sequences in ChIP-seq peaks was performed using MEME-ChIP suite with MEME (long sequences), DREME (short sequences) and CentriMO (centrallyenriched sequences). E-values estimate the expected number of motifs in an experimental set of sequences compared to random sequences of the similar size. Sequencing motifs with E-values under 0.0001 were considered statistically significant.

709 Pol 2 pausing indexes (PI) were calculated as previously described (Nechaev et al. 2010). All 710 transcripts for LPS-induced Dex-sensitive genes present in TxDb.Mmusculus.UCSC. 711 mm10.knownGene annotation were filtered to collapse all annotated transcripts with identical 5' 712 ends to a single gene model. For remaining transcripts, the PI was calculated as the ratio of log-713 transformed, length-normalized read counts at the 5' end flanking region (-200:+500) and transcript 714 "body" (+500: end of a transcript). To compare between replicates, the PI were normalized to 715 respective library sizes (as in Fig. 2B). Read distributions in the region of interest ("promoters" and 716 gene "bodies") were visualized in the form of "heat" maps that show scores (coverage) at a given 717 sequence position or bin using genomation package (R, Bioconductor) (Akalin et al. 2014). For heat 718 maps visualization, paused and non-paused transcripts were further filtered by selecting only those 719 that had overlapping Pol 2 peaks in the "promoter" area in LPS-treated BMDM. To summarize read 720 distributions, we plotted mean coverages (plotMeta, genomation) over regions of interest (Fig. 2D, 721 3A and Fig. 4 - Figure Supplement 1B) with the standard error and the 95% confidence interval 722 bands.

723 RNA-seq

RNA-seq analysis has been performed as previously described (Coppo et al. 2016). 50-bp
paired reads were mapped to annotated mouse genome (mm10) with CLC Bio Genomic
Workbench (Qiagen). Read count table containing unique exon reads was analyzed using
EdgeR (Robinson et al. 2009) package to determine differentially expressed genes. Read

- 728 counts were scale normalized using the weighted trimmed mean method and expressed as log-729 transformed counts per million (cpm). All genes with unadjusted p-value <0.01 (p<0.05 for 730 NELF-B KO experiment) and fold change >1.5 in at least one pairwise comparison were 731 considered to be differentially expressed and were selected for further analysis.
- 732
- 733 Accession numbers
- All raw sequence data generated in this study are deposited to NCBI GEO.
- ChIP-seq data: GSE109131 <u>https://www.ncbi.nlm.nih.gov/geo/query/acc.cgi?acc=GSE109131</u>
 RNA-seq data:
- 737

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- 751 **Competing interests**
- The authors declare no conflict of interest
- 753
- 754

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- 932 933
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936 **Figure legends**

937 **Figure 1.**

938 GR represses LPS-induced genes via p65-assisted tethering. (A) Over 30% of LPS-induced 939 genes (597) in BMDM are repressed by Dex (201; Venn diagram and normalized expression 940 values) and show a pro-inflammatory gene signature (GO analysis). BMDM were untreated (U) or 941 treated with 10 ng/ml LPS +/-100 nM Dex (L and LD) for 1 h, and gene expression levels were 942 determined by RNA-seq (n=2). (B) The overlap between ChIP-seq peak calls for GR and p65 in 943 LPS+Dex-treated BMDM (Venn diagram) was determined using subsetByOverlap function from 944 GenomicRanges package (Bioconductor) with the minimum overlap of 1 nt (see Methods). Ab initio 945 sequence motif discovery and over-representation in each subset of GR or p65 binding peaks was 946 determined using MEME-ChIP (Ma et al. 2014). E-values for the enrichment of the motif are shown. 947 (C) Dex- and LPS+Dex-induced GR ChIP-seq peaks are shown (Venn diagram). LPS+Dex-unique 948 peaks are enriched for NF-kB binding sites as indicated by MEME-ChIP analysis as in B. (D) 949 Genomic location of p65 and GR binding sites relative to known genomic features is determined by 950 ChIPpeakAnno (Bioconductor) (Zhu et al. 2010). (E) The distribution of GR binding sites located in a 951 200 Kb region centered on LPS-induced Dex-repressed genes in BMDM treated with Dex or 952 LPS+Dex (left). Pie-charts show the % of LD-unique GR peaks either genome-wide (center) or 953 those associated with LPS-induced Dex-repressed genes only (right). (F) GR and p65 ChIP-seq 954 read density profiles of representative LPS-induced Dex-repressed genes are shown for untreated 955 (U), LPS (L) or LPS+Dex (L+D) treated BMDM. 956 Also see Fig. 1 – Figure Supplement 1-2 and Supplementary Files 1 and 2.

957

958 **Figure 2**.

Pol 2 and NELF dynamics at different classes of GR-sensitive genes. (A) Pol 2 ChIP-seq
 read density profiles and pausing indexes (PI) for representative paused and non-paused genes

961 in the untreated (U), LPS (L) and LPS+Dex (LD) treated BMDM. (B) PI (a ratio of Log-962 transformed Pol 2 counts at the promoter and gene body in untreated BMDM) was calculated 963 for all LPS-induced Dex-repressed transcript variants with unique 5' ends (see Methods). Genes 964 with PI>1 were considered paused and those with a PI<0.8 non-paused. (C) Pol 2 ChIP-seq 965 heat maps of paused (n=62) and non-paused (n=82) transcripts sorted by the PI indexes 966 corresponding to 198 Dex-repressed genes (see Methods) are shown for the U. L and L+D 967 conditions for each individual replica. Only transcripts overlapping Pol 2 peaks in LPS-treated 968 BMDMs as determined by MACS2 are shown. NELF-E heat maps from U BMDM ChIP-seq for 969 the same transcript classes are shown on the right. Heat maps scales are equalized to visualize 970 Pol 2 and NELF distribution across the genes; color scale bars are shown below corresponding 971 maps. (D) Average Pol 2 (in each treatment condition) and NELF-E (untreated BMDM) 972 occupancy for each gene class defined in C. The confidence band shows the SEM and 95% 973 confidence interval.

974 Also see Supplementary Files 2 and 3.

975

976 **Figure 3**.

977 Gene class-specific contribution of NELF to GR-mediated repression. (A) Heat maps show 978 NELF-E occupancy in the U (from Fig. 2C), 1 and 3 h L-treated BMDM for paused and non-979 paused transcripts. Average occupancy for the paused genes in each condition is graphed as in 980 Fig. 2D. Representative examples of Pol 2 and NELF ChIP-seq read density profiles are shown 981 on the right. (B) Pie charts show the percentage of all paused (24%) and non-paused (66%) 982 LPS-induced Dex-repressed genes that exhibit promoter-proximal NELF-E binding in the UNT 983 (86.3 and 31.7%, respectively) and L+D conditions (83.6 and 33.2%, respectively). NELF-E 984 ChIP-seq read density profiles for the L+D condition are shown for a set of representative 985 genes. Red rectangles in Tnf, Myc, Errfi1 and Ccl2 profiles indicate MACS2 NELF-E peaks in 986 the L+D condition. (C) NELF-B KO mice were generated as described in Methods. NELF-B 987 RNA in WT and KO BMDM was guantified by RT-gPCR and normalized to Actb (n=5, P<0.0001, 988 two-tailed Student's t-test; error bars are SEM). For western blots, three mice per genotype were 989 used to visualize NELF-B, NELF-E and HSP90 as a loading control (top). Bottom: WT and NELF-B 990 KO BMDM were U or treated with L-/+D for 30 min (Tnf) or 1 h (all others) and the expression of 991 indicated genes (matching those in B) was assessed by RT-qPCR, normalized to Actb, and 992 shown as 'fold activation by LPS' over basal levels (=1) and 'fold repression by Dex' (a ratio of L 993 over L+D level of each transcript). *P<0.05, **P<0.01 (Two-tailed Student's t-test). Error bars are 994 SEM. (**D**) The volcano plot comparing gene expression in L+D (1 h) treated BMDM from the WT vs. 995 NELF-B KO mice (n=3) (fold change=1.5, FDR p < 0.05). Pausing indices (PI) of 201 LPS-induced 996 Dex-repressed genes from Fig. 1A are shown in color. (E) CDK9 occupancy at selected genes in 997 BMDM treated for 1 h as indicated. n=4-9. **P<0.01, ****P<0.001 (Two-tailed Student's t-test). Error 998 bars are SEM.

999 Also see Fig. 3 – Figure Supplement 1 and Supplementary File 2.

1000

1001 **Figure 4**.

1002 GR inhibits H4 acetylation, BRD4 and Mediator assembly at non-paused genes. (A) BMDM 1003 were treated as indicated, and H4PanAc, H4K5Ac and H4K12Ac at the TSS and indicated kB sites 1004 were assessed by ChIP. qPCR signals were normalized to r28S gene and expressed as relative 1005 enrichment over normal IgG (=1). A two-tailed Student's t-test was used for comparing means ($n \ge 3$; 1006 *P<0.05, **P<0.01). Error bars are SEM. (B) BMDM were pre-treated with I-BET (10 nM, 100 nM, 1 1007 µM) for 30 min followed by addition of LPS for 30 more min. Gene expression was assessed by RT-1008 gPCR and normalized to that of Actb. A two-tailed Student's t-test was used for comparing means 1009 (n≥3; *P<0.05, **P<0.01). Error bars are SEM. (C) BRD4 occupancy was assessed by ChIP-qPCR 1010 as in A with IgG ChIP as a background metric and expressed as relative enrichment over untreated 1011 for each site (=1). A two-tailed Student's t-test was used for comparing means ($n \ge 3$, *P<0.05,

1012 **P<0.01). (D) ChIP-seq read density profiles for BRD4, GR and p65 in the U, L or L+D treated

1013 BMDM. Purple arrows indicate peaks specifically noted in Results. (E) Venn diagrams show

1014 overlapping BRD4 peaks for Dex-repressed paused and non-paused genes in the U and L

- 1015 condition. Overlapping peaks were determined as described in Fig. 1 and Methods. (F) Med1 and
- 1016 Med12 occupancy is analyzed by ChIP-qPCR as in A ($n \ge 3$).
- 1017 Also see Fig. 4 Figure Supplement 1 and Supplementary File 2.
- 1018
- 1019 **Figure 5**.

1020 GR-mediated repression of non-paused genes is associated with the diminished p300

1021 function. (A) p300 occupancy at indicated kB binding sites is evaluated as in Fig. 4C ($n \ge 3$). (B)

1022 p300 occupancy at indicated kB binding sites is evaluated as in A (n≥3; top panel). p65 ChIP-seq

1023 read density distribution in U-, L- or L+D treated BMDM for corresponding kB binding sites is

1024 shown (bottom panel). Expression level (log(CPM) values) for LPS-induced Dex-insensitive genes

- as determined by RNA-seq in Fig. 1A for the WT BMDM (untreated, LPS 1 h, L+D 1 h, n=2, right
- 1026 panel). (C) BMDM were treated with LPS for 30 min followed by addition of 5 µM or 10 µM C646 for
- another 1 h. The expression of indicated genes was assessed as described in Fig. 4B ($n\geq 3$). (**D**)
- 1028 RAW264.7 cells were transfected with increasing amounts of pcDNA3-p300 or pcDNA3-
- 1029 p300(ΔHAT) (0, 50, 100 and 150 ng/well) as described in Methods. Cells were treated with 100
- 1030 ng/ml LPS +/- 100 nM Dex for 1 h. Gene expression was analyzed as described in Fig. 3C ($n \ge 3$).
- 1031
- 1032

1033 LEGENDS TO SUPPLEMENTARY FIGURES

1034 Figure 1 – Figure Supplement 1. Characterization of GR cistromes in Dex- and LPS+Dex-1035 treated BMDM. (A) Venn diagram comparison of GR peak sets from ChIP-seq replicates in BMDM 1036 treated as indicated (left) and between treatments (right). The union of peak sets was constructed 1037 for each condition. Read counts were determined for each peak in condition-specific peak union 1038 sets for each replicate; a plot of log transformed per peak read counts for GR replicas is shown for 1039 each treatment condition; r_s - Spearman's correlation between replicas (left, bottom). (**B**) The 1040 centrality enrichment analysis of binding motifs identified by ab initio prediction with MEME was 1041 performed using CentriMo program of MEME suite. Significant distribution profiles relative to the 1042 peak midpoint are shown for several subsets of peaks identified by GR and p65 ChIP-seq. Left: GR-1043 unique peaks from GR:p65 cistromes in LPS+Dex-treated BMDM (Fig. 1B). Middle: GR, L+D peaks 1044 overlapping p65, L+D peaks. Right: GR, D peaks overlapping GR, L+D peaks (Fig. 1C). (C) 1045 Distribution of gene and intron length in Dex-repressed genes compared to all expressed genes in 1046 mouse BMDM. (D) Cross-correlation plots for GR ChIP-seq datasets generated in this study. 1047 Relative strand cross-correlations were calculated using CLC BIO Genomics Workbench.

1048

Figure 1 – Figure Supplement 2. Characterization of p65 cistromes in LPS- and LPS+Dex treated BMDM. (A) Venn diagram comparison of p65 peak sets from ChIP-seq replicates in BMDM
 treated as indicated (left) and between treatments (right). The union of peak sets was constructed
 for each condition. Read counts were determined for each peak in condition-specific peak union

sets; a plot of log transformed per peak read counts for p65 replicas is shown for each treatment

- 1054 condition; r_s Spearman's correlation between replicas (left, bottom). (**B**) p65 peaks distribution in
- 1055 LPS- and LPS+Dex-treated BMDM near Dex-repressed genes from Fig. 1A (+/- 100 Kb) (C) Cross-
- 1056 correlation plots for p65 ChIP-seq datasets generated in this study. Relative strand cross-

1057 correlations were calculated using CLC BIO Genomics Workbench.

1058

1059 Figure 3 - Figure Supplement 1. Characterization of Pol 2 and NELF cistromes in BMDM.

- 1060 (A) Cross-correlation plots for Pol 2 and NELF-E ChIP-seq datasets generated in this study.
- 1061 Relative strand cross-correlations were calculated using CLC BIO Genomics Workbench. A plot of
- 1062 log transformed per gene read counts for Pol 2 replicas is shown for each treatment condition; r_s -
- 1063 Spearman's correlation between replicas. (**B**) A pie chart shows the percentage of all paused
- 1064 (23%) and non-paused (70%) LPS-induced Dex-insensitive transcripts that exhibit NELF-E
- binding (81.1 and 44.2 %, respectively) in untreated BMDM. Paused and non-paused transcripts
- 1066 were identified as described in Methods. (C) RNA-seq expression levels of indicated genes in

- untreated WT and NELF-B KO BMDM (n=2). (D) The volcano plots compare gene expression in
 L+D (1 h) treated WT vs. NELF-B KO BMDM (n=3, fold change=1.5, FDR p < 0.05). Pausing
 indexes for LPS-induced Dex-insensitive genes from Fig. 1A (left) and LPS-insensitive genes (right)
 are shown in colors, as indicated.
- 1071

1072 Figure 4 - Figure Supplement 1. Characterization of BRD4 cistromes in BMDM. (A) Venn

- 1073 diagram comparisons of BRD4 peak numbers in LPS-treated vs. untreated BMDM in indicated
- 1074 groups of genes. The intersection of individual replica peak sets was constructed for each condition.
- 1075 (B) The average occupancy of BRD4 in each treatment condition at the LPS-induced Dex-
- 1076 repressed genes' (left) promoters and (right) L-derived BRD4:p65 overlapping peaks. The
- 1077 occupancy profiles showing the mean score were calculated using *genomation* package. The band
- 1078 surrounding the mean score distribution shows SEM and 95 % confidence interval for the mean. (C)
- 1079 Cross-correlation plots for BRD4 ChIP-seq datasets generated in this study. Relative strand cross-
- 1080 correlations were calculated using CLC BIO Genomics Workbench. Read counts were determined
- 1081 for each peak in condition-specific peak union sets; a plot of log transformed per peak read counts
- 1082 for Brd4 replicas is shown for each treatment condition; r_s Spearman's correlation between
- 1083 replicas.
- 1084



Figure 2





bases

bases

Figure 3





Figure 5









