

CD90⁺CD146⁺ identifies a pulmonary mesenchymal cell subtype with both immune modulatory and perivascular-like function in postnatal human lung

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Running Title: CD90+CD146+ mesenchymal cells in human postnatal lung.

46 **Background:** Our understanding of mesenchymal cell subsets and their function in
47 human lung affected by aging and in certain disease settings remain poorly described.

48 **Methods:** We use a combination of flow cytometry, prospective cell-sorting strategies,
49 confocal imaging, and modeling of microvessel formation using advanced microfluidic
50 chip technology to characterize mesenchymal cell subtypes in human postnatal and
51 adult lung. Tissue was obtained from patients undergoing elective surgery for congenital
52 pulmonary airway malformations (CPAM) and other airway abnormalities including
53 chronic obstructive pulmonary disease (COPD).

54 **Results:** In microscopically normal postnatal human lung, there was a 5-fold higher
55 mesenchymal compared with epithelial (EpCAM⁺) fraction, which diminished with age.
56 The mesenchymal fraction composed of CD90⁺ and CD90⁺CD73⁺ cells were enriched in
57 CXCL12 and PDGFR α and located in close proximity to EpCAM⁺ cells in the alveolar
58 region. Surprisingly, alveolar organoids generated from EpCAM⁺ cells supported by
59 CD90⁺ subset were immature and displayed dysplastic features. In congenital lung
60 lesions, cystic airspaces and dysplastic alveolar regions were marked with an underlying
61 thick interstitium composed of CD90⁺ and CD90⁺PDGFR α ⁺ cells. In postnatal lung, a
62 subset of CD90⁺ cells co-express the pericyte marker CD146 and support self-assembly
63 of perfusable microvessels. CD90⁺CD146⁺ cells from COPD patients fail to support
64 microvessel formation due to fibrinolysis. Targeting the plasmin-plasminogen system
65 during microvessel self-assembly prevented fibrin gel degradation but microvessels
66 were narrower and excessive contraction blocked perfusion.

67 **Conclusion:** These data provide important new information regarding the
68 immunophenotypic identity of key mesenchymal lineages and their change in diverse
69 setting of congenital lung lesions and COPD.

70

71 **INTRODUCTION**

72 Injury to lung parenchyma from various insults induces a general wound healing
73 response whereby damaged or lost epithelial cells are replaced with new ones resulting
74 in restoration of tissue architecture and function (28). The regenerative process in
75 response to acute injury is dependent upon not only activation of lung epithelial cells but
76 also a pool of lung mesenchymal cells that ensure recapitulation of normal architecture
77 during the regeneration phase. However, failure in this 2nd phase of wound repair due to
78 persistent perturbations in resident mesenchymal cells has been postulated to account
79 for the etiology of many chronic lung diseases (7). Fate mapping studies in murines
80 have shed light on the cellular make-up of the lung mesenchymal compartment (33). An
81 emerging body of evidence points toward lipid-body interstitial fibroblasts or
82 lipofibroblasts, marked by platelet derived growth factor A (Pdgfr α), being critical for both
83 normal alveolar growth during development and proper regeneration after injury (4, 39,
84 62). This key mesenchymal progenitor cell can be enriched using fibroblast growth factor
85 10 (Fgf10), a pleiotropic molecule essential for regulating the growth of alveolar type II
86 progenitor cells (16). However, these lipid-body Pdgfr α ⁺ interstitial fibroblasts also are a
87 source of myofibroblasts, a key effector cell type in the pathogenesis of pulmonary
88 fibrosis following bleomycin injury in murines (17, 60). However, the presence of
89 lipofibroblasts in human lung has recently been called into question (1, 52). Therefore,
90 despite the promising data generated from the preclinical studies in murines, the
91 translational nature of these studies to humans is unknown (54).

92 Given the vast differences between murine and human lung with respect to
93 development, architecture, cell composition and time scale of the repair response

94 following injury, there is an urgent need to assess the *in vivo* identity of mesenchymal
95 lineages in diverse settings of lung injury in humans. It is of great clinical importance to
96 characterize the cellular make-up of the mesenchymal compartment in human lung, to
97 better understand the molecular mechanisms at work in certain disease settings that
98 may represent an impediment to successful lung regeneration. This becomes
99 increasingly more relevant as the use of cell-based therapies, some of which include
100 non-resident mesenchymal cells, in the treatment of various lung disorders including
101 idiopathic pulmonary fibrosis (IPF), emphysema and chronic obstructive pulmonary
102 disease (COPD) increases (19, 21).

103 In the present study, we use a combination of polychromatic flow cytometric
104 analysis, cell-isolation strategies, immunofluorescence analysis and microfluidic chip
105 technology to identify and functionally characterize mesenchymal subtypes in postnatal
106 human lung and their emergence in congenital lung disorders including congenital
107 pulmonary airway malformations (CPAM) and other airway abnormalities. Furthermore,
108 we compare our cellular findings with adult lungs of patients with COPD.

109

110 **MATERIALS AND METHODS**

111 **Tissue samples and generation of single cells**

112 Lung tissue was obtained from pediatric patients undergoing elective surgery for
113 congenital pulmonary airway malformation (CPAM) and other various airway
114 abnormalities at Children's University Hospital of Zurich (n = 19, age range: 5 days to
115 192 months, Table 1, neonatal (1/19), infancy (11/19), childhood (3/19), puberty (4/19)).
116 Samples from the unaffected matched tissue shown microscopically to have a normal
117 microarchitecture with small alveoli and bronchiole were used for RNA, flow cytometric
118 analysis, cell isolation and histological analysis. Matched samples from the lung lesions
119 were used for comparative histology. For comparison to adult lung, we obtained
120 uninvolved lung tissue from patients diagnosed with COPD (n = 15, Supplemental Table
121 S1, Digital identification object, DOI:[10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843); URL
122 <https://figshare.com/s/8da87d9d40436634c15e>) or without COPD (n = 15, Supplemental
123 Table S2, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)) undergoing surgical resection because
124 of a primary or secondary lung tumor at Bern University Hospital, Division of Thoracic
125 Surgery. All patients gave informed written consent for usage of surgical material for
126 research purposes, which was approved by Ethics Commission of the Canton of Bern
127 (KEK-BE:042/2015). Generation of single cells suspension for flow cytometric analysis
128 and prospective fluorescence-activated cell sorting (FACS) was performed as previously
129 described (8). Briefly, mechanically disaggregated tissue was further disaggregated
130 enzymatically using a solution containing animal free collagenases I and II (Worthington
131 Biochemicals) at 0.1 and 0.25% respectively. Collagenase II and I were chosen due to
132 their activities for collagenase, caseinase, clostripain, and tryptic activities. To prevent
133 cells from clumping during tissue digestion and improve cell recovery, we included 0.2

134 mg/ml deoxyribonuclease I (Biochemicals) in the digestion buffer. Following digestion,
135 single cell suspensions were used for FACS or cryofrozen and stored at -150°C for later
136 use. For some patients, a small section of the tissue was immersed in cell recovery
137 solution (Qiagen) and stored at -80°C for isolation of tissue RNA and RT-qPCR at a later
138 time point.

139

140 **Fluorescence-activated cell sorting and analysis**

141 To prospectively isolate mesenchymal cell subsets, single cells were resuspended in
142 staining buffer (2% FBS/1 mM EDTA/0.09% sodium azide) and following Fc block
143 (eBioscience) incubated with a panel of fluorescently conjugated human monoclonal
144 antibodies: CD45, CD14, CD31, CD73, CD90, EpCAM (see Supplemental Table S5,
145 DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Using a BD FACS Aria III or BD FACS Aria, cells
146 were sorted directly into collection buffer containing 20% FBS (Gibco, Life
147 Technologies). Cell boundaries requiring the proper placement of gates to sort
148 prospective cell populations was determined using fluorescence minus one (FMO)
149 strategy and an unstained control (25, 41). Doublets and debris were excluded based on
150 FSC and SSC profiles and dead cells were excluded based on 7-AAD (Supplemental
151 Fig. S1, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). In a second cohort of lung tissue was
152 obtained from postnatal (n = 6; PL017-PL022) and adult lungs (n = 6; patient 10-15, see
153 Table S1, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)), we added the following monoclonal
154 human antibodies CD146, NOTCH3 and integrin β_4 (CD104) (see Table S5,
155 DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)) to our original antibody panel to further
156 discriminate the cell populations of interest.

157

158 **Primary mesenchymal cell culture**

159 FACS-sorted mesenchymal cell subsets were plated on regular tissue culture plastic
160 precoated with 0.2% gelation solution (Sigma). Cells were expanded in chemically
161 defined growth medium consisting of α MEM with ribonucleosides (Sigma) supplemented
162 with 1% FBS, 200 mM L-glutamine (Gibco), 10 ng/mL of recombinant human fibroblast
163 growth factor 2 (FGF2, Life Technologies), 20 ng/ml of recombinant human epidermal
164 growth factor (EGF, Life Technologies), human insulin (1 mg/ml, Sigma). Media was
165 formulated with antibiotic-antimycotic solution containing 10,000 units/mL of penicillin,
166 10,000 μ g/mL of streptomycin, and 25 μ g/mL of Amphotericin B (Gibco). Cells were
167 maintained in a humidified 37°C low oxygen (3% O₂) incubator in 5% CO₂ until reaching
168 confluence. On day 6 after plating, the medium was carefully aspirated and replaced
169 with fresh medium and regular media changes were performed biweekly.

170

171 **Histological and immunofluorescence analysis**

172 From donor human postnatal lung tissue (n = 8; PL003, PL004, PL006, PL008, PL012,
173 PL013, PL014, PL019, see Table 1 for patient information), formalin-fixed tissue was
174 dehydrated in a series of increasing ethanol concentrations and embedded in paraffin. 5
175 μ m sections were stained with a panel of human monoclonal antibodies targeting
176 EpCAM, CD73, CD90, SPC and PDGFR α (see Supplemental Table S6, DOI:
177 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). For antigen retrieval, slides were immersed in citrate
178 buffer (10 mM, pH 5.5) and heated in a microwave. Following this, samples were
179 washed 3X in TBS buffer. For blocking non-specific binding, slides were incubated for 30
180 min at room temperature in blocking solution (3% goat serum, 0.5% casein, 0.1% NaN₃
181 in TBS buffer). Following this, primary antibodies were diluted in the same blocking

182 solution and applied in 100 µl aliquots per slide, covered with paraffin film and incubated
183 overnight in a humidified chamber at 4°C. Slides were washed 3X in TBS + 0.1% Tween
184 20 and secondary antibodies (see Supplemental Table 7, DOI:
185 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)) diluted in TBS + 0.1% Tween 20 + 0.1% Tween 20
186 were applied in 100 µl aliquots to the slides and incubated for 3 hours in a humidified
187 chamber at room temperature. Following this, all slides were washed 2X in TBS + 0.1%
188 Tween 20. To counterstain nuclei, 100 µl of 4',6-diamidino-2-phenylindol (DAPI)
189 (Molecular Probes, Invitrogen) solution was applied per slide for 30 seconds and
190 washed for 5 min in TBS + 0.1% Tween 20. Slides were covered with EMS Shield Mount
191 with antifading agent DABCO™ (Electron Microscopy Sciences) and edges sealed and
192 slides kept in dark at 4°C prior to confocal microscopy. High resolution images were
193 acquired with a Zeiss LSM 710 Confocal Microscope using the Zen software program
194 (Zeiss). Images were collected as lsm files and imported into Imaris software Ver 7.6
195 (Bitplane, CH).

196

197 **RNA extraction and real time quantitative PCR**

198 Total RNA was extracted from lung tissue and all mesenchymal cell subsets using
199 RNeasy Mini Kit (Qiagen) to analyze gene expression using real time quantitative PCR
200 (RT-qPCR). RT-qPCR was performed in triplicates with target-specific primers using
201 TaqMan Gene Expression Assay (Applied Biosystems) or dye-based detection with
202 GoTaq PCR master mix (Promega) on AB7500 FAST real-time PCR system (Applied
203 Biosystems). Expression levels were normalized to 3 internal controls tested for
204 expression stability across samples in each experiment using Expression Suite Software
205 (Life Technologies). Relative expression was calculated by $2^{-\Delta\Delta CT}$ method. (Table S3-4

206 for complete primer list, DOI:110.6084/m9.figshare.11799843). For relative gene
207 expression of the mesenchymal compartment, IMR-90 normal human fetal lung
208 fibroblasts (Coriell Cell Repository, Camden, NJ) or normal human lung fibroblasts
209 (ATCC® CCL-204™) and set to one.

210

211 **Mesenchymal differentiation**

212 For adipogenic induction, postnatal lung-derived CD90⁺ and CD90⁺CD73⁺ cells (P3-P4),
213 as well as CD90⁺CD73⁺ cells from the bone marrow of a healthy adult were plated per
214 well in a 6-well dish in regular culture medium and placed in a humidified chamber with
215 5% CO₂ at 37°C. After 24 hours, the wells were washed with PBS and fresh adipogenic
216 maintenance medium consisting of DMEM/Low glucose (Gibco), 10 µg/mL human
217 insulin (Invitrogen), 10% FBS, 1% Penicillin/Streptomycin was added. After 3 days, the
218 medium was changed to an adipogenic induction (Gibco, ThermoFisher Scientific).
219 Fresh media changes were made every 3 days up to 21 days. At day 21, cells were
220 fixed with 4% paraformaldehyde and stained with Oil Red O (Sigma) to detect formation
221 of lipid droplets (23). In separate wells, RLT lysis buffer (Qiagen) was added and cell
222 lysis stored at -80°C for generation of RNA at a later time point. For osteogenic
223 induction, cells were plated in a 6-well dish in DMEM supplemented with 10% FBS and
224 1% Penicillin/Streptomycin. After 24 hours, media was changed and converted to
225 osteogenic induction media (Gibco, ThermoFisher Scientific). Half-media changes were
226 made every 3 days for a total of 21 days. At day 21, cells were fixed in 10% formalin and
227 stained with 2 mM Alizarin Red S solution to detect extracellular calcium deposition. In
228 separate wells, RLT lysis buffer (Qiagen) was added and cell lysis stored at -80°C for
229 generation of RNA at a later time point. For chondrogenesis assay, early passage (P3-

230 P4) 5×10^5 CD90⁺CD73⁺ and CD90⁺CD73⁻ cells from postnatal lung were aliquot into
231 15ml conical tubes and centrifuged at 300g for 5 minutes. Afterwards, media was
232 removed and replaced with 500 μ l of chondrogenic induction media (Lonza, Switzerland).
233 After 21 days, micromass pellets were fixed with 70% ethanol for 30 minutes and
234 washed in PBS. Pellets were embedded in GMA (Technovit 8100, Kuzler, Wehrheim,
235 Germany) according to manufacturer's protocol. Sections of 4 μ m thickness were cut
236 with a Reichert-Jung with a "C" knife blade and were mounted on a glass slide. A.
237 Toluidine blue staining was performed using the following recipe. Natrium-Tetrabora.
238 Toluidine blue 1g dissolved in 100 ml of milliQ water and filtered to remove any
239 particulate. Toluidine solution was diluted 1:1 with milliQ water and applied to slides for 3
240 min. Following staining, slides were washed 2 x 15 sec in 50% ethanol. Sections were
241 allowed to air dry at room temperature and embedded in Eukitt. Micrographs were
242 captured for each pellet using an Olympus BX50 microscope with a UPLAN FI objective
243 10x magnification. For comparison, we included MSCs isolated from adipose tissue and
244 bone marrow from healthy adults.

245

246 **Immunophenotype of cell subsets using flow cytometry**

247 Following expansion, mesenchymal cell subsets were harvested and re-suspended in
248 FACS staining buffer. Following Fc block, cells were incubated with the following
249 fluorescently conjugated human monoclonal antibodies used to detect mesenchymal
250 lineages (see Table S5, DOI:110.6084/m9.figshare.11799843). Cells were incubated on
251 ice in the dark for 30 minutes. To exclude dead cells and debris, 7-AAD was added. Cell
252 acquisition was performed using a BD FACS LSRII SORP. For analysis, a minimum

253 1×10^4 events were collected and analyzed using FlowJo software version 10.7 (Tree
254 Star).

255

256 **Virosome and liposome uptake**

257 Generation and characterization of influenza virosome and liposome formulations have
258 been previously described (9). Briefly, Influenza virosomes were prepared as follows. In
259 short: per ml of final formulation, 8 mg of DOPC (1,2-dioleoyl-sn-glycero-3-
260 phosphocholine; Merck, Darmstadt, Germany) and 1 mg of OPPE were dissolved in 100
261 mM OEG in PBS pH 7.4 (52.7 mM phosphate, 82 mM NaCl). Inactivated Influenza
262 A/Brisbane/59/2007 H1N1 virus was mixed with PBS and centrifuged for 1h at 18°C.
263 The pellet of inactivated influenza virus was resuspended with 100 mM OEG-PBS pH
264 7.4 for 10 min followed by sonication for 1 min at 30°C. This mixture was centrifuged for
265 1h at 18°C to pellet down the nucleocapsid complex. The supernatant containing the
266 solubilized influenza membrane proteins and lipids was used for virosome formulation
267 and mixed with phospholipids at a concentration of 0.2 mg/ml hemagglutinin (HA).
268 Virosome formation took place after removal of OEG detergent using 0.375 g per ml of
269 formulation of SM2 Bio-Beads (BioRad) twice for 1 h and once for 30 min at room
270 temperature whilst mixing at 100 rpm. Fluorescent virosomes were obtained by adding
271 Atto647-PE as indicated prior to detergent removal to enable peptide incorporation.
272 Liposomes were prepared similarly by leaving out the influenza virus component but
273 following the same procedure. At the end of the process virosomes and liposomes were
274 sterile filtered on 0.22 μm units (Millex-GP; Merck Millipore). To study uptake of
275 influenza virosomes and liposomes, 10^5 mesenchymal cells from matched lung tissue
276 were seeded per well in a six well dish (Corning). After 48 hours, cells were incubated

277 with influenza virosome particles (5 µg HA), liposome particles or PBS (vehicle control)
278 for 18h. Uptake of nanoparticles was determined by measuring Atto-AF647 signal by
279 flow cytometry (LSRII SORP, BD Biosciences). Data was analyzed using FlowJo V10
280 (TreeStar, Ashland, OR, USA) software. A minimum of 1×10^4 events were collected.

281 **H1N1 influenza viral infection**

282 Influenza virus H1N1 A/PR/8/32 (ATTC, VR-1469) was propagated in MDCK II cell line
283 (ATCC, CRL-2936) and virus titers were assessed with a TCID₅₀ assay using a crystal
284 violet stain. To evaluate the susceptibility of postnatal lung-derived CD90⁺CD146⁺
285 mesenchymal cells towards influenza virus infection we used a flow cytometry approach.
286 CD90⁺CD146⁺ mesenchymal cells were infected at a multiplicity of infection of 1
287 TCID₅₀/cell in serum-free medium supplemented with acetylated trypsin from bovine
288 pancreas (Sigma, T6763) during 1h in a humidified 5% CO₂ incubator at 37°C. Next,
289 the cells were harvested 16, 24 and 48h post-infection and stained intracellularly with a
290 mouse anti-influenza nuclear protein (NP) antibody (ATCC, HB-65, clone H16-L10-4R5).
291 N = 3, biological replicates. Data were acquired on a Canto flow cytometer (BD
292 Bioscience) and analysed with the FlowJo ver10 software (Tree Star). Supernatants
293 were collected and stored at -20°C until further analysis by the TCID₅₀ assay.

294

295 **Vasculogenesis-on-chip**

296 The microfluidic device, chip fabrication process, cell seeding, chip maintenance,
297 immunostaining and permeability assay have been previously described in detail [1], [2].
298 Briefly, HUVECs and postnatal- or COPD-derived CD90⁺CD146⁺ mesenchymal cells
299 were suspended in 2 U/ml bovine plasma thrombin (Sigma) in endothelial basal medium
300 2 (EBM2; Lonza) at final concentrations of 2×10^7 and 1×10^7 cells/ml, respectively. For

301 cell seeding, first, HUVECs, CD90⁺CD146⁺ cells, and fibrinogen solution were mixed at
302 a ratio of 1:1:2 and immediately seeded into the central chamber. Next, a 1:1 mixture of
303 CD90⁺CD146⁺ cells and fibrinogen solution was immediately loaded in the side
304 chambers. After 10 min, EGM2 was loaded in microchannels and the reservoirs were
305 filled. All chips were incubated for 7 days. The experiments were carried out from three
306 different postnatal and COPD-derived biological donors. After 7 days of co-culturing,
307 some of the chips were fixed for immunostaining against PECAM-1, α SMA, F-actin and
308 DAPI. The remaining chips were used for perfusion assay with 70 kDa RITC-dextran in
309 live vessels. In separate experiments, HUVECs and CD90⁺CD146⁺ cells from postnatal
310 or COPD patients were seeded in fibrin gels within the microfluidic device, as described
311 above. To examine the impact of antifibrinolytic agent epsilon-Aminocaproic acid
312 (EACA) (Sigma) on vessel formation, EACA was added to the cell culture medium at a
313 final concentration of 200 μ g/ml. EACA-EBM2 medium was used in the microfluidic
314 device for coculturing HUVECs and CD90⁺CD146⁺ cells starting from day 0 until day 6.
315 After 7 days of culturing in the presence of EACA, chips were prepared for
316 immunostaining or for perfusion measurements, as described above.

317

318 **T-cell activation assay**

319 Peripheral blood mononuclear cells (MNCs) were isolated from healthy blood bank
320 donors using Ficoll-PaqueTM Plus (GE Healthcare Life Sciences, Switzerland) density
321 gradient centrifugation. Following this, highly purified CD3⁺ T cells were isolated from the
322 MNC pellet using the EasySepTM Human T Cell Isolation Kit (StemCell Technologies)
323 according to the manufacturer's instructions. Healthy donor T cells were labeled with 0.5
324 μ M CFSE (eBioscience) according to the manufacturer's instructions. CFSE-labeled

325 CD3⁺ T cells (2×10^5) were stimulated with CD3/CD28/CD2 activator beads (Stemcell
326 Technologies) in 96-wells U-bottom plates in T cell media (Immunocult XF, StemCell
327 Technologies) supplemented with 10 ng/ml of recombinant human IL-2 (Peprotech) at
328 37°C and 5% CO₂. Separately, mesenchymal cell subsets were gamma irradiated (10
329 Gy) and in separate wells, 4×10^4 , 2×10^5 or cells were added to wells containing 2×10^5
330 CFSE-labeled T cells activated with CD3/CD28/CD2 activator beads. Following this, co-
331 cultures were treated with 50 ng/ml of rhTNF α (Gibco) and 50 ng/ml of rhIFN γ (Gibco) or
332 vehicle. After 5 days of culture at 37°C and 5% CO₂, cell-free supernatant was collected,
333 frozen and stored at -20°C for later analysis. Cells were harvested and were stained with
334 a cocktail of antibodies: anti-human CD45, anti-human CD4 and anti-human CD8 (see
335 e-Table 5). Cell viability was determined using 7-AAD (eBioscience) according to the
336 manufacturer's protocol. Cells were analyzed for proliferation using CFSE-dilution
337 patterns and for phenotype on a BD LSRII SORP(BD Biosciences). For analysis of
338 phenotypic markers, we used FlowJo software ver 10.1 (TreeStar) and precursor
339 frequencies of activated CD4⁺ and CD8⁺ T cells were calculated. A minimum of 1×10^5
340 events were collected for analysis.

341

342 **Metformin treatment**

343 Early passage CD90⁺CD146⁺ cells from surgically resected early postnatal lung or
344 COPD lung tissue were seeded at 1×10^5 cells per well in regular culture media. After
345 24 hours, cells were growth arrested by replacing regular culture media with serum free
346 media. After 24 hours, cells were treated with 5 ng/mL of recombinant human TGF β 1
347 (Gibco) without or with 0.5mM metformin (StemCell Technologies) over 72 hours.
348 TGF β 1 and metformin were refreshed at each media change. After 72 hours, RLT lysis

349 buffer was added to each well and cell lysates were stored at -80°C for generation of
350 RNA at a later time point. In separate experiments, early passage CD90⁺CD146⁺
351 mesenchymal cells from postnatal lung or COPD lung tissue, as well as MSCs from
352 bone marrow and adipose tissue (CellnTec, Bern Switzerland) were seeded at 2 x 10⁵
353 cells per well in a 6-well dish in regular culture medium. After 24 hours, cells were
354 converted to adipogenic induction media (Gibco), as described above, without or with
355 0.5 mM metformin. Fresh media changes were made every 3 days up to 21 days.
356 Metformin was added at each media change. At day 21, RLT lysis buffer (Qiagen) was
357 added and cell lysis stored at -80°C for generation of RNA at a later time point.

358

359 **Statistical analysis**

360 Data are expressed as mean ± SD. Comparisons between two groups were carried out
361 using the parametric student's two-tailed paired or unpaired t-test for normally distributed
362 data. If data were not distributed normally, a nonparametric Wilcoxon signed-rank test
363 was used between the two groups. One-way analysis of variance (ANOVA) followed by
364 Newman-Keuls post hoc test was used for analysis of more than two groups. The
365 numbers of samples (biological replicates) per group (n), or the numbers of experiments
366 (technical replicates) are specified in the figure legends. To test whether there was a
367 correlation between age and mesenchymal and epithelial compartments, Pearson's
368 correlation coefficient was used, assuming a normal distribution of the data. Data was
369 analyzed using GraphPad Prism 8 software. Statistical significance is accepted at
370 P<0.05.

371

372 RESULTS

373 *Cellular identification of mesenchymal subsets in human postnatal lung*

374 We set out to identify and characterize mesenchymal lineages in postnatal lung tissue
375 obtained from pediatric patients undergoing elective surgery for congenital lung lesions
376 and other airway abnormalities (Figure 1A, see Supplemental Table 1 and Fig. S1, DOI:
377 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Flow cytometric analysis of unaffected resected lung
378 tissue determined microscopically to have normal microarchitecture with small alveoli
379 and bronchiole revealed a prominent mesenchymal fraction based on the marker profile
380 EpCAM⁻CD45⁻CD31⁻CD14⁻ (gate R4, referred to as EpCAM⁻), as shown in the
381 representative bivariate flow cytometric plot in Figure 1B (Supplemental Fig. S2 for full
382 gating strategy, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Interestingly, the EpCAM⁻ fraction
383 was 4.8 fold higher compared to EpCAM⁺ fraction (EpCAM⁻, 24.2±15% versus EpCAM⁺,
384 5.01±2.8%, respectively, Figure 1C). With age the EpCAM⁻ fraction declined significantly
385 (Figure 1D). The decline in the EpCAM⁻ was confirmed in adult human lung (Figure 1E
386 and Supplemental Fig. S3A-E, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). In adult human
387 lung, the EpCAM⁻ fraction was 2.3±2.4% of live cells compared to 6.8±4.2% for the
388 EpCAM⁺ fraction (Figure 1F and Supplemental Fig. S3A-E, DOI:
389 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). We further characterized the EpCAM⁻ fraction based
390 on marker expression of 5`ecto-nucleotidase CD73 (NT5E) and membrane glycoprotein
391 CD90 (THY-1), strong candidate markers for the direct identification of multipotent
392 mesenchymal cells within various human tissues (12). As shown in a representative
393 bivariate plot (Figure 1G), single CD90⁺ cells are the predominate cell subset
394 (34.7±19.2%) followed by CD90⁺CD73⁺ (15.8±19%), whereas single CD73⁺ (1.5±1.3)
395 cells were rare (Figure 1H). Interestingly, the % of these fractions change with age

396 (Figure I, J), whereby the majority of cells switch from CD90⁺CD73⁻ to CD73⁺ with or
397 without CD90⁺ adult lung (Supplemental Fig. S3F, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)).
398 Next, we sought to visualize the anatomical localization of CD90⁺ subsets in human
399 postnatal lung tissue. Standard H&E staining of microscopically normal postnatal lung
400 tissue demonstrate a normal alveolar region (Figure 1K). Immunofluorescence (IF)
401 staining and confocal microscopy show single CD90⁺ cells, as well as CD90⁺CD73⁺ cells
402 in close proximity to EpCAM⁺ cells in the alveolar region (Figure 1L). These data show
403 that the pulmonary mesenchyme, although often overlooked, represents a major cellular
404 constituent in early postnatal human lung that dramatically declines with aging.

405
406 ***Postnatal lung CD90⁺ mesenchymal cells enriched in niche factors PDGFR α and***
407 ***CXCL12 yet possess diminished adipogenic differentiation capacity***

408 FACS analysis shows that that there are two distinct CD90⁺ populations based on CD73
409 expression. FACS-purified CD90⁺CD73⁺ and CD90⁺CD73⁻ subsets were expanded
410 using a chemically defined media for mesenchymal cells (Figure 2A and Supplemental
411 Table S8, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Morphologically, both subsets appear
412 pericyte-like comprised of a central nucleus with small, finger-like branches (Figure 2B).
413 Characterization of these two subsets show higher mRNA levels of CXCL12 and
414 PDGFR α , key niche factors shown to contribute to alveolar development and
415 regeneration in murine lungs, in both CD90⁺CD73⁻ and CD90⁺CD73⁺ cells compared to
416 lung tissue (Supplemental Fig. S4A, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)) (4, 45).
417 Expression of FGF10 and IL-6, important morphogens in lung development in mice (16)
418 and leptin receptor (LEPR), which marks a subset of bone marrow-derived MSCs also in
419 mice (22), were reduced in CD90⁺CD73⁻ and CD90⁺CD73⁺ cells compared to lung

420 tissue. Although the expression level of GLI1, a zinc finger protein marking
421 mesenchymal cells with a pericyte/mesenchymal stem cell (MSC) origin in mice (29),
422 was elevated in both CD90⁺CD73⁻ and CD90⁺CD73⁺ cells compared with human lung
423 embryonic fibroblasts, neither population were enriched in common pericyte markers
424 RGS5 and desmin; nor makers of differentiated cell types αSMA (ACT2) and calponin
425 (CNN1). There were no difference in the expression of other mesenchymal markers
426 shown to be important for early lung development such as WNT5A, FGFR1, beta-
427 catenin and NOGGIN compared with tissue (data not shown). Since CD90 and CD73
428 are critical markers used to define mesenchymal stem/stromal cells (MSCs), we
429 characterized the mesenchymal differentiation potential of the CD90⁺ subsets. Despite
430 both CD90⁺CD73⁻ and CD90⁺CD73⁺ cells being enriched in PDGFRα, neutral lipid
431 formation was diminished compared with CD90⁺CD73⁺ MSCs from human bone marrow
432 (BM) of healthy adults (23). By contrast, the osteogenic potential of both subsets is
433 comparable to BM-derived CD90⁺CD73⁺ MSCs (Figure 2D). Finally, using a micromass
434 pellet assay, the chondrogenic differentiation potential of CD90⁺CD73⁺ and CD90⁺CD73⁻
435 subsets was similar to BM-derived CD90⁺CD73⁺ MSCs and adipose tissue-derived
436 MSCs based on Toluidine blue staining (Figure 2E-F).

437
438 ***CD90⁺ and CD90⁺PDGFRα⁺ mesenchymal cells fill thickened interstitial spaces in***
439 ***airway and dysplastic alveolar epithelium***

440 Recent work in murines demonstrate distinct mesenchymal lineages promote epithelial
441 renewal and myofibrogenesis following injury (62). To investigate this, we developed an
442 alveolar organoid system (4). We seeded CD90⁺ mesenchymal cells with autologous
443 EpCAM⁺CD73⁺ epithelial stem/progenitor cells FACS-purified from postnatal human lung

444 in matrigel (Figure 3A). Three weeks after differentiation in alveolar induction media,
445 organoid structures expressing E-cadherin⁺ (green) were surrounded by PDGFR α ⁺
446 mesenchymal cells (Figure 3B). In microscopically normal alveolar region of postnatal
447 lung, CD90⁺ cells co-expressing PDGFR α can be observed, although very few (Figure
448 3C). Significant overexpression of key transcription factors SOX2, SOX9 and TP63
449 along with KRT5 was observed in organoid structures compared to native lung tissue
450 suggestive that organoid structures are dysplastic. To determine whether CD90⁺ subset
451 become activated after injury, we performed histological and IF staining of lung lesions
452 resected from patients diagnosed with CPAM and other airway abnormalities. Standard
453 H&E and IF staining of lung sections obtained from microscopically normal postnatal
454 lung tissue show normal airway and alveolar regions (Supplemental Fig. S5A-C, DOI:
455 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). By comparison, H&E staining of matched lesions
456 resected from CPAM tissues from two patients with concomitant respiratory infection
457 show significant areas of macrocystic and microcystic airway and alveolar lesions
458 (Figure 3E, H and Supplemental Fig. S1B-C, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). In
459 the patient with CPAM/chronic infection, IF staining shows thickened airway interstitium
460 filled with CD90⁺ cells, some of which also co-stain for PDGFR α (Figure 3F-G). In the
461 patient with CPAM/RSV infection, a greater abundance of CD90⁺ cells co-staining for
462 PDGFR α was observed in the alveolar region (Figure 3I-J). Comparable histological
463 observations were noted in a third patient with chronic bronchiolitis, whereby cystic
464 airspaces lined with a simple layer of cuboidal EpCAM⁺ cells contained an underlying
465 extensive network of CD90⁺ mesenchymal cells, some co-staining for PDGFR α (Figure
466 3K-M). In this same patient, we noted significant expansion of CD90⁺PDGFR α ⁺
467 mesenchymal cells underlying thickened airway lining (Supplemental Fig. S5D-F, DOI:

468 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)), as well as in the dysplastic alveolar region
469 (Supplemental Fig. S5G-I, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Finally, in lungs of a
470 patient with lobar emphysema, we also note dysplastic alveolar regions marked by
471 expanded CD90⁺ cells where some co-stain for PDGFR α (Supplemental Fig. S5J-L,
472 DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Taken together, these data show that congenital
473 lung lesions exhibit a pronounced expansion in mesenchymal cells. The contribution of
474 CD90⁺ mesenchymal cells to disease etiology and pathogenesis of congenital lung
475 lesions warrants further investigation.

476
477 ***Influenza A virus infects and replicates in postnatal lung CD90⁺CD146⁺***
478 ***mesenchymal cells***

479 Based on their anatomical location in the alveolus, we hypothesized that CD90⁺ subsets
480 may contain pericytes, as previously shown at the ultrastructural level (57). FACS
481 analysis shows that 21.9 \pm 16.9% of CD90⁺CD73⁻ and 5.4 \pm 4.4% of CD90⁺CD73⁺ cells
482 express the pericyte maker CD146 but not NOTCH3 (Figure 4A-B). At the surface level,
483 CD90⁺CD73⁻CD146⁺ cells expressed higher levels of PDGFR β , CD166 and podoplanin
484 (PDPN) compared with CD90⁺CD73⁻CD146⁻ cells (Figure 4C). CD146⁺ pericytes are
485 essential for tissue repair following injury by participating in vasculogenesis (12) and
486 regulation of host immune system (6). Recently, the use of virosomes and liposomes as
487 nanocarriers to deliver cargo to lung tissue in a cell type specific manner has been
488 described (9). While influenza virosomes target specific immune and parenchymal cell
489 types of the respiratory tract, less is known regarding their interaction with
490 nonparenchymal mesenchymal cell types. To test this, we exposed postnatal lung-
491 derived CD90⁺CD73⁻CD146⁺ mesenchymal cells to liposomes or influenza virosomes

492 conjugated to the fluorochrome Atto647 (Figure 4D). FACS analysis shows a greater
493 uptake of influenza virosomes compared with liposomes by CD90⁺CD73⁻CD146⁺ (Figure
494 4D). Interestingly, H1N1 influenza virosome (Brisbane A strain) demonstrated the
495 greatest tropism, whereas H3N2 (Texas strain) showed the lowest tropism (Figure 4E).
496 Virosome uptake did not induce changes in cell surface expression of intercellular
497 adhesion molecule 1 (ICAM1, CD54) nor the HLA major histocompatibility complex,
498 class II, DR Alpha (HLA-DRA) (data not shown). To determine whether CD90⁺CD73⁻
499 CD146⁺ mesenchymal cells also represent a target for viral tropism, we infected cells
500 with live H1N1 influenza virus (PR8 strain). FACS analysis shows influenza nuclear
501 protein (NP) expression at 16, 24 and 48 hours post-infection demonstrating H1N1 was
502 capable of infecting postnatal lung-derived CD90⁺CD73⁻CD146⁺ cells compared to mock
503 infected cells (Figure 4F-H). Culture supernatants isolated from H1N1 infected
504 CD90⁺CD73⁻CD146⁺ mesenchymal cells as early as 8 hours post infection and up until
505 48 hours post infection demonstrate that H1N1 actively replicates inside infected cells
506 (Figure 4I). To further address immune modulation of mesenchymal subsets, we tested
507 whether CD90⁺CD73⁻CD146⁺ and CD90⁺CD73⁻CD146⁻ mesenchymal cells block that
508 activation of T cells. For this, we cultured both mesenchymal cell subsets in the
509 presence of carboxyfluorescein succinimidyl ester (CFSE⁻)-labelled CD3⁺ T cells derived
510 from peripheral blood mononuclear cells of healthy donors stimulated with
511 CD3/CD28/CD2 T cell activator beads (Supplemental Fig. S6A, DOI:
512 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Both postnatal CD90⁺CD73⁻CD146⁺ and CD90⁺CD73⁻
513 CD146⁻ mesenchymal cells were able to arrest activation of healthy CD4⁺ and CD8⁺ T
514 cells in a dose-dependent manner (Supplemental Fig. S6B-F, DOI:
515 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). This was also confirmed with CD4 and CD8 T cells

516 isolated from human lung activated using staphylococcus enterotoxin B (Supplemental
517 Fig. S6G-H, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Taken together, these data
518 underscore the dynamic nature CD90⁺CD146⁺ mesenchymal cells in postnatal human
519 lung being equipped to function as immune sensing cells able to respond to changes in
520 the pulmonary microenvironment.

521

522 ***CD90⁺CD146⁺ mesenchymal subset is maintained in COPD***

523 FACS analysis shows that the mesenchymal fraction diminishes with age. In chronic
524 lung disease associated with fibrosis, there is evidence of an important role of the
525 mesenchymal compartment (6, 33). Whether this also is the case in chronic obstructive
526 pulmonary disease (COPD) is unknown. To investigate this, we performed flow
527 cytometric analysis on uninvolved regions of surgically resected tissue obtained from
528 lung cancer patients diagnosed with COPD according to GOLD guidelines. FACS
529 analysis shows there was an increase in the EpCAM⁻ mesenchymal fraction (Figure 5A)
530 in COPD compared with non-COPD resected lung tissue (COPD, 11.7±15 versus non-
531 COPD, 2.3±2.4%, p<0.0051) (Figure 5B). This coincides with an increase in EpCAM⁻
532 /EpCAM⁺ ratio in COPD compared with non-COPD controls (COPD, 4.9±12% and non-
533 COPD, 0.41±0.3%, respectively) (Figure 5C). The distribution of mesenchymal subtypes
534 based on subgating for CD90 and CD73 was not altered in COPD (Figure 5D).
535 Surprisingly, CD146 expression in CD90 and CD73 subsets increased in COPD
536 compared with non-COPD controls (Figure 5E). FACS-purified CD90⁺CD146⁺ cells from
537 COPD patients shows a distinct myogenic-like morphology (Figure 5F) and
538 downregulate the expression of GLI1, PDPN and the lung morphogen FGF10 (Figure
539 5G). Decreased levels of angiopoietin 1 (ANGPT1), which is critical for normal vascular

540 development, also were found in CD90⁺CD146⁺ cells in COPD (Figure 5G). Recently it
541 was shown that first-line antidiabetic drug metformin inhibits the fibrotic effects of TGFβ1
542 on human lung fibroblasts while inducing lipogenic differentiation (27). When exposed to
543 TGFβ1, CD90⁺CD146⁺ cells from COPD upregulated expression of fibroblast activation
544 protein alpha (FAP) and collagen 1A1, which was not blocked by metformin (Figure 5H).
545 In addition, CD90⁺CD146⁺ cells from COPD or postnatal lung tissue lack adipogenic
546 potential and metformin treatment had no effect on the lack of adipogenesis
547 (Supplemental Fig. S7, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). In addition, metformin did
548 not enhance adipogenesis in control BM- or adipose-derived MSCs.

549

550 ***CD90⁺CD146⁺ mesenchymal cells in COPD fail to support microvessel formation***

551 Injury to the lung impairs the function of different subsets of tissue resident
552 mesenchymal cells (10, 11). In COPD, there is evidence of vascular dysfunction not
553 explained by defects in the vascular endothelium (35). Using a three dimensional (3D)
554 microfluidic device, we next asked whether CD90⁺CD146⁺ cells support microvessel
555 formation *de novo* and whether this function is impaired in COPD (Figure 6A-B) (61).
556 Imaging of the central chamber of the microfluidic device shows that postnatal
557 CD90⁺CD146⁺ cells support self-assembly of 3D networks consisting of lumen-forming
558 HUVECs stained with the pan-endothelial marker CD31 (circular image, Figure 6C). By
559 contrast, CD90⁺CD146⁺ cells from COPD fail to support 3D vascular network formation
560 (Figure 6D). Serial images of vascular network in the central chamber supported by
561 postnatal CD90⁺CD146⁺ cells shows communication between CD31⁺ HUVECs (red) with
562 αSMA⁺ pericyte-like cells (green) located on the abluminal surface (Figure 6E). An
563 orthogonal view of merged images shows open lumens (Figure 6G). By contrast, COPD

564 CD90⁺CD146⁺ cells (α SMA, green) degrade the fibrin gel resulting in the formation of 2D
565 cell layer with CD31⁺ HUVECs (red) on the bottom of the microfluidic device within the
566 central chamber, shown as serial images (Figure 6F) with no evidence of lumen
567 formation (Figure 6H). Microvasculature structures supported by postnatal
568 CD90⁺CD146⁺ cells were perfusable confirmed following application of 70 kDa RITC-
569 dextran, attaining a permeability coefficient of $2.1 \pm 2 \times 10^{-4}$ cm/s (Figure 6I, left panels
570 and Supplemental Video S1, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Single postnatal
571 CD90⁺CD146⁺ cells within fibrin gel in the side chamber do not form lumens but rather
572 migrate towards the central chamber in support vessel self-assembly (Supplemental Fig.
573 S8A and Supplemental Video S2, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Three-
574 dimensional nature of the vascular structure formed in the central chamber was
575 illustrated following volume rendering (Supplemental Fig. S8A, DOI:
576 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). By contrast, structures supported by COPD
577 CD90⁺CD146⁺ cells were not perfusable (Figure 6I. right panels and Supplemental
578 Video S1, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)), as well, cells in the side chamber also
579 degrade the fibrin gel and fail to migrate (Supplemental Fig. S8B, and Supplemental
580 Video S2, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). 3D volume rendering confirms the
581 single 2D layer formed in the central chamber (Supplemental Fig. S8B, DOI:
582 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). To further address fibrinolysis in COPD cells, we
583 treated cocultures with the antifibrinolytic lysine analogue epsilon-aminocaproic acid
584 (EACA), which inhibits the conversion of plasminogen to plasmin. Targeting of the
585 plasmin-plasminogen system with EACA did not prevent postnatal CD90⁺CD146⁺ cells
586 from supporting 3D vascular network formation (Figure 6J). Importantly, EACA
587 prevented COPD CD90⁺CD146⁺ cells from degrading the fibrin extracellular matrix

588 enabling the formation of microvessel-like structures (Figure 6K). Z-stack projection of
589 merged channels from the central chamber shows open lumens (Figure 6L-M). The
590 morphology of EACA treated COPD CD90⁺CD146⁺ cells in the fibrin gel in the side
591 chamber was similar to their postnatal lung counterparts; however, αSMA was not
592 detected in 3D vascular network generated from postnatal CD90⁺CD146⁺ cells
593 (Supplemental Fig. S8C-D, DOI: [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Microvessel-like
594 structures formed with postnatal CD90⁺CD146⁺ cells in the presence of EACA were
595 perfusable (Figure 6N); however, the permeability co-efficient increased by a factor of
596 3.5 ($7.01 \pm 6.92 \times 10^{-4}$ cm/s, n = 4). By contrast, microvessel-like structures supported by
597 COPD CD90⁺CD146⁺ cells in the presence of EACA were not perfusable due to
598 contraction of the fibrin gel (Figure 6N, right panels and Supplemental Fig. S8D-E, DOI:
599 [10.6084/m9.figshare.11799843](https://doi.org/10.6084/m9.figshare.11799843)). Second, the microvessel-like structures that formed in
600 the central chamber were narrower compared with CD90⁺CD146⁺ cells from postnatal
601 lung (Figure 6O). This suggests that direct interaction with the ECM activate biochemical
602 and mechanosensing cues unmasking the pathological phenotype of mesenchymal cells
603 from COPD lungs. Collectively, CD90⁺CD146⁺ pericyte-like cells may represent a novel
604 target in the pathogenesis of COPD.

605

606 **DISCUSSION**

607 In this study, we used flow cytometry to identify and quantify distinct mesenchymal
608 lineages in human postnatal and adult lung. Single CD90⁺ cells and CD90⁺CD73⁺, the
609 major mesenchymal cell types enriched in microscopically normal postnatal lung. The
610 spatial proximity of CD90⁺ mesenchymal cells to EpCAM⁺ progenitor cells suggests they
611 could function as niche-supporting cells in the alveolus. At the mRNA level, postnatal
612 CD90⁺ subsets are enriched in PDGFR α . A loss of alveolar PDGFR α ⁺ mesenchymal
613 cells is a signature feature in bronchopulmonary dysplasia (BPD) (43), a serious lung
614 disease prevalent in preterm infants characterized by a reduction in gas exchange
615 surface area due to oversimplified or diminished alveoli (34). Surprisingly, organoids
616 generated in matrigel from single EpCAM⁺ progenitor cells supported by autologous
617 CD90⁺ subsets from microscopically normal postnatal lung failed to recapitulate normal
618 alveolar structures. Second, structures were dysplastic at the gene level (59). Although
619 expressing PDGFR α , CD90⁺ subsets possess limited adipogenic potential when
620 compared to FACS-purified CD90⁺CD73⁺ cells from human bone marrow (23). These
621 findings are in contrast to murines where alveolar CD90⁺PDGFR α ⁺ lipid-laden
622 lipofibroblasts in direct contact with ATII progenitor cells provide lipid and other critical
623 paracrine factors necessary for normal alveolar development, as well as regeneration
624 following injury (4, 62). Tcf21, a basic helix-loop-helix transcription factor, was used to
625 identify cells with lipofibroblast potential (40). We did not determine whether CD90⁺
626 perivascular-like cells express Tcf21. Despite this, it will be important to investigate
627 whether forced expression of Tcf21 induces a lipid formation in CD90⁺ perivascular-like
628 cells in human lung. Immunostaining analysis of congenital lung lesions and other
629 airway abnormalities revealed an unexpected expansion in CD90⁺ and CD90⁺PDGFR α ⁺

630 mesenchyme in thickened interstitial spaces between cysts, as well as dysplastic
631 alveolar regions. Although mesenchymal spindle-shaped cells in CPAM lesions have
632 been described using standard histological staining, their cellular identity and role in
633 disease pathogenesis is not known (15, 42). Recently, Swarr and colleagues performed
634 the first comprehensive transcriptome-wide analysis of various congenital lung lesions
635 demonstrating dysregulated expression of genes related to RAS and PI3K/AKT/mTOR
636 pathway, together with a cell-autonomous defect in the growth and airway differentiation
637 of EpCAM⁺ progenitor cells (51). However, an involvement in lung mesenchyme was not
638 described. Besides targeting epithelial wound healing, PI3K/mTOR pathway is
639 upregulated in lung fibroblasts contributing to lung fibrosis following bleomycin injury
640 (37). Whether PI3K/AKT/mTOR pathway also is at play in CD90⁺ and CD90⁺CD73⁺
641 mesenchymal cells contributing to disease pathogenesis in congenital lung lesions
642 requires further investigation.

643 A fraction of cells within the CD90⁺ subsets expressed the common pericyte
644 surface marker CD146 and was enriched in GLI1, a marker of perivascular progenitor
645 cells (29). FACS-purified CD90⁺CD146⁺ cells from microscopically normal postnatal lung
646 support the self-assembly of patent microvessels and possess immune regulatory
647 function (26). In COPD, we noted an increase in the mesenchymal fraction, which
648 coincided with an increase in CD90⁺CD146⁺ subset compared with adults without
649 COPD. To date, the pathogenesis of COPD has primarily focused on defects in airway
650 basal cells (13, 20, 50) and the immune system (5). However, various changes in the
651 pulmonary vascular system also have been reported (30, 36). Increased levels of
652 soluble CD146 in plasma and bronchioalveolar lavage (BALF) were found in smokers
653 with COPD (31). The adhesion molecule CD146 provides support for the growing

654 vasculature, yet the vascular supportive function of CD90⁺CD146⁺ cells in COPD was
655 abolished due to extensive fibrinolysis. A deregulated fibroblast repair capacity may be
656 critically involved in the pathogenesis of emphysema (55). FACS-purified CD90⁺CD146⁺
657 cells were expanded on dishes coated with gelatin rather than a stiff plastic culture
658 substrate. Despite clear differences in their morphology on 2D plastic, surprisingly there
659 was no difference in the expression level of the myofibroblast marker α SMA between
660 postnatal and COPD CD90⁺CD146⁺ cells. We also did not detect any differences in
661 basal expression of enzymes involved in extracellular matrix degradation such as
662 MMP2, MMP9 and SERPINE2 (data not shown). There were clear differences in matrix
663 mechanosensing properties between postnatal and COPD CD90⁺CD146⁺ cells
664 suggesting that COPD-derived cells “sense” stiffness activating a fibrinolytic state.
665 Properties of the matrix play a critical role in determining cell fate (18). Fibrin gels are
666 mildly compliant. The Young modulus (mechanical stress per strain) of the fibrin network
667 is less than 1 kPa (14). This is similar to healthy lung tissue with a general stiffness of
668 around 2kPa (49). Targeting the plasmin-plasminogen system with the lysine analogue
669 EACA blocked COPD CD90⁺CD146⁺ cells from degrading fibrin gel thus enabling the
670 generation of 3D microvessel-like structures, although narrower compared with
671 CD90⁺CD146⁺ cells from postnatal lung. Despite this, the contractile property of COPD
672 CD90⁺CD146⁺ cells prevented perfusion. Therefore, direct interaction with the ECM
673 activate biochemical and mechanosensing cues in COPD CD90⁺CD146⁺ cells
674 unmasking their pathological state, which may go undetected in 2D culture systems.
675 Interestingly, human PDGFR- β positive pericytes derived from lungs of patients with
676 idiopathic pulmonary fibrosis (IPF) demonstrated similar features of increased
677 invasiveness and response to exposure to TGF β 1 (58).

678 Our study has several limitations. First, although our FACS panel enables us to
679 properly discriminate and isolate mesenchymal cell subsets, it is limiting due to an
680 inability to follow the trajectory of CD90⁺CD146⁺ subset during chronic lung injury. In
681 rodents, exposure to high oxygen levels disrupts the dual immune regulating and
682 vascular supportive function of neonatal-lung derived CD146⁺ mesenchymal stromal
683 cells (11). Similar findings were recently reported for a population of CD146 positive
684 mesenchyme cells purified from human fetal lung when exposed to high levels of oxygen
685 (38). The data supports a local source of mesenchymal cells versus a circulating source
686 from the bone marrow contributing to adverse remodeling following lung injury (10).
687 Therefore, it is reasonable to conclude that the CD90⁺ population identified in our report,
688 which contain a subpopulation positive for CD146 with immune regulatory properties
689 (26), could be precursors to the cells found in tracheal aspirates of neonates following
690 lung injury from bronchopulmonary dysplasia (BPD)(46). An unresolved question is
691 whether MSC-like cells arise from a perivascular location in the bronchial vasculature or
692 alveolar compartment found on small vessels (10, 44). Another limitation is the limited
693 marker profile to prospectively identify cells with pericyte-like function. We found that the
694 common lymphendothelial marker PDPN is highly upregulated on postnatal
695 CD90⁺CD146⁺ cells. PDPN has been described to be expressed on a wide variety of
696 cells including fibroblast reticular cells and type I lung epithelial cells (2). In murines,
697 PDPN positive fibroblastic reticular cells co-expressing PDGFR β in lymph nodes are
698 responsible for maintaining vascular integrity. Loss of PDPN leads to increased
699 bleeding. PDPN-expressing arteriolar pericytes have been described in bone marrow of
700 murines (53). At the mRNA level, PDPN is downregulated in CD90⁺CD146⁺ cells in
701 COPD. Whether downregulation in PDPN contributes to the dysregulated perivascular

702 function is unknown. We also show that GLI1, which labels a subset of perivascular
703 progenitors (29), is highly upregulated on postnatal CD90⁺CD146⁺ cells. Therefore,
704 PDPN may represent a marker to enrich lung pericyte progenitors not fibroblasts.
705 Recently, CD36 and CD97 were used to identify quiescent fibroblasts in human lung
706 from patients with IPF (24). Future studies are needed to determine whether CD36 and
707 CD97 are also expressed by perivascular-like cells identified in our study.

708 Despite these limitations, we noted a 5-fold reduction in the mesenchymal fraction
709 with age, underscoring a significant remodeling process. Importantly, in congenial lung
710 lesions and COPD, there was a re-emergence of the mesenchymal fraction. Recently,
711 proliferation of NG2⁺ pericytes leading to excessive coverage of pulmonary capillaries
712 and conversion to smooth muscle-like cells contributes, in part, to vascular remodeling
713 found in human pulmonary arterial hypertension (48). MSCs, which derive from pericytes
714 (10), are present in the tracheal aspirates of premature infants (11) and BALs of lung
715 transplant recipients contributing to fibrotic obliteration of the small airways (12-14).
716 Further, an increase recovery of mesenchymal cells in BALF is predictive of future BOS
717 events after lung transplantation (3). The anatomical location and phenotype of the
718 infiltrating mesenchymal cell lineage found within these fibrotic lesions was not reported
719 (32, 56). Therefore, we hypothesize that the diminished regenerative capability of fully
720 mature adult human lung may relate to an insufficient and/or impaired functioning
721 mesenchymal compartment. Whether this entails CD90⁺PDGFR⁺CD146⁺ pericyte-like
722 cells, which are highly enriched in both early postnatal, congenial lung lesions and
723 COPD, remains to be determined. Therefore, future studies aimed at uncovering novel
724 cellular and molecular targets within the mesenchymal compartment in chronic lung

725 disorders will rely on the availability and use of human lung tissue with refined 3D
726 models and advanced next generation sequencing technologies (47).

727

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735
736 **AUTHOR CONTRIBUTIONS:** conception & design – LW, PD, SRRH; Data acquisition –
737 LW, PD, SZ, LF, SB, GJK, MPA, MB, BIOE, FB, CW, SS, AM, RWP, TMM, OTG, PKB,
738 UM, RAS, SRRH; Data interpretation & analysis – LW, PD, SZ, SB, OTG, PKB, UM,
739 SRRH; Drafting of Manuscript – LW, SRRH; Final Approval of manuscript – LW, RAS,
740 SRRH; Accountability for all aspects of work – RAS, SRRH.

741

742

743 Table 1. Patient characteristics
744

Patient ID	Age (m)	Pathology	Notes	IF	H&E	FC/FACS
PL002	143	CPAM	Left lower lobe			Yes
PL003	10	Congenital lobar over inflation	Left upper lobe	EpCAM/CD73		Yes
*PL004	153	Chronic bronchiolitis/pneumonia	Left lower lobe	EpCAM/CD90/PDGFR α ,	Yes	Yes
PL005	5 days	Bronchial Atresia	Right middle lobe			Yes
PL006	11	CPAM	Upper right lobe	EpCAM/CD73		Yes
PL007	7	CPAM				Yes
*PL008	155	Chronic bronchiolitis/pneumonia	Right middle and lower lobe	EpCAM/CD90/PDGFR α , EpCAM/CD73	Yes	Yes
PL009	5	CPAM	Right lower lobe			Yes
PL010	9	Congenital lobar over inflation	Right middle lobe			Yes
PL012	1.5	Lobar emphysema	Left lobe	EpCAM/CD90/PDGFR α , EpCAM/CD73	Yes	Yes
PL013	4	CPAM, RSV infection	Right lower lobe	EpCAM/CD90/PDGFR α , EpCAM/CD73, EpCAM/CD90/SPC	Yes	Yes
PL014	54	CPAM with hybrid lesion, chronic infection	Left lower lobe	EpCAM/CD90/PDGFR α , EpCAM/CD73, EpCAM/CD90/SPC	Yes	Yes
PL015	73	Bronchogenic cyst	Right lower lobe			Yes
PL017	192	EBV-associated smooth-muscular tumor	Left lower lobe			Yes
PL018	181	Aspergilloma	Right lower lobe			Yes
PL019	6.5	CPAM	Right middle lobe	EpCAM/CD90/pro-SPC Ecad/CD90	Yes	Yes
PL020	6	CPAM	Right upper lobe			Yes
PL021	6	CPAM	Left Upper Lobe			Yes
PL022	7	CPAM	Right upper lobe			Yes

745 m, months; CPAM, congenital pulmonary airway malformation; RSV, respiratory syncytial virus
746 *same patient; FC, flow cytometry
747

748 **Figure Legends**

749 **Figure 1. Flow cytometric analysis of human postnatal lung identifying**

750 **mesenchymal cell subsets.** (A). Graphical overview of the strategy used to identify and

751 characterize mesenchymal cell subsets in human lung. (B) Representative bivariate flow

752 plots showing prominent mesenchymal fraction marked by EpCAM⁻CD45⁻CD31⁻CD14⁻ in

753 gate R4 (orange) in microscopically normal postnatal human lung. (C) Scatter plots

754 showing % of EpCAM⁻ compared with EpCAM⁺ fraction in postnatal lung. (D) Spearman

755 correlation showing mesenchymal fraction decrease with age. (E) Scatter plots

756 comparing EpCAM⁻ cells in postnatal with adult human lung. (F) Scatter plots showing %

757 EpCAM⁻ and EpCAM⁺ cells in adult human lung. (G) Representative bivariate plot of

758 mesenchymal EpCAM⁻ fraction (gate R4) after subgating for the mesenchymal markers

759 CD73 and CD90. (H) Scatter plots showing distribution of mesenchymal cell subsets.

760 Spearman correlation showing the change in CD90⁺CD73⁻ subset (I) and CD90⁺CD73⁺

761 subset (J) in postnatal human lung with age. (K) Representative H&E image of postnatal

762 lung section showing microscopically normal alveolar region. (L) Immunofluorescence

763 (IF) staining demonstrating that CD90⁺ (yellow arrowhead) and CD73⁺ cells (yellow

764 arrow) are expressed by a subset of cells in the alveolar region in close proximity to

765 epithelial progenitor cells marked by EpCAM (green, white arrowhead). Scale bar 50

766 μm. n = 19, biological replicates for postnatal lung; n = 15, biological replicates for adult

767 lung. Data are mean ± SD. Error bars show SD. Student t-test was used for comparison

768 of paired or unpaired parametric data. All tests were two-tailed. Analysis of means for

769 more than two groups by one-way ANOVA and multiple comparisons using post hoc

770 Newman-Keuls test. *p < 0.05 were considered significant.

771

772 **Figure 2. CD90⁺ identifies heterogeneous population of mesenchymal cells in**
773 **early postnatal human lung.** (A-B) Schematic showing strategy for expansion of
774 FACS-sorted mesenchymal cell subsets (A) and phase contrast images showing
775 morphology in culture (B). Scale bar 50 μm (C) Representative images of Oil Red O
776 stain after 21 days of adipogenic differentiation. mRNA expression levels of key genes
777 involved in adipogenesis are shown below. Scale bar 50 μm (D) Representative image
778 of Alizarin Red S stain after 21 days in osteogenic induction media. mRNA expression
779 levels of key genes involved in osteogenesis are shown below. Relative expression to
780 adult BM-MSCs. n = 3-4, biological replicates. Scale bar 2000 μm (E-F) Representative
781 image of micromass pellet cultures generated from adipose or bone marrow-derived
782 MSCs (E) and postnatal lung-derived CD90⁺ subsets (F) after 21 days in chondrogenic
783 induction media stained with Toluidine blue. Scale bar 200 μm . Data are mean \pm SD.
784 Error bars show SD. Analysis of means for more than two groups by one-way ANOVA
785 and multiple comparisons using post hoc Newman-Keuls test. *p<0.05 were considered
786 significant.

787
788 **Figure 3. CD90⁺ mesenchymal cells support formation of lung organoids with**
789 **immature cystic-like epithelium and expand in congenital lung lesions.** (A)
790 Schematic illustration showing experimental setup to generate alveolar organoids. (B)
791 Representative immunofluorescence image of alveolar organoids reveals epithelial
792 saccule-like structures positive for E-cadherin (green) surrounded by PDGFR α ⁺
793 mesenchymal cells (3D surface, top, xy plane). Magnified boxed region (a) of a Z stack
794 from an individual organoid shows saccule-like features, multicellular organization and
795 lumen formation. Scale bars: 100 μm and 30 μm . (C) IF staining of the unaffected

796 postnatal human lung showing a subset of CD90 cells that also co-express PDGFR α
797 (yellow arrow) in close proximity to EpCAM⁺ cells (white arrowhead). Inset panel shows
798 an enlarged view of the highlighted area (white rectangle) showing a cluster of CD90⁺
799 cells (red) and EpCAM⁺ cells (green). Scale bar 50 μ m. (D) Relative mRNA levels in
800 organoids from 3D coculture with autologous CD90⁺ mesenchymal cells compared to 2D
801 culture conditions and postnatal lung tissue. mRNA level in postnatal lung tissue is set at
802 one. n = 3-4, biological replicates. (E, H, K) Histological analysis of CPAM with chronic
803 infection (E), CPAM with RSV infection (H) and chronic bronchiolitis (K). IF staining of
804 lung sections showing EpCAM (green), CD90 (red) and PDGFR α (white) cells in CPAM
805 with chronic infection (F-G), CPAM with RSV infection (I-J) chronic bronchiolitis (L-M).
806 Boxed areas are magnified in right panels (F, I, L) and channels are separated without
807 DAPI to highlight co-stained regions. Thickened interstitial spaces and dysplastic
808 alveolar epithelium filled with CD90⁺ (yellow arrow) and CD90⁺PDGFR α ⁺ cells (yellow
809 arrowhead). Alv, alveolar region. Scale bar 200 μ m (E, F, H), 100 μ m (I, K, L), 50 μ m (G,
810 J, M). Values are presented as mean \pm SD. Error bars show SD. Analysis by one-way
811 ANOVA and multiple comparisons using post hoc Newman-Keuls. *p<0.05. ND, not
812 detected.

813
814 **Figure 4. Presence of CD90⁺CD146⁺ mesenchymal cell subset that can be targeted**
815 **by virosomes and live influenza A virus.** (A) Representative bivariate plots showing
816 expression of pericyte markers CD146 and NOTCH3 in CD90⁺CD73⁻ and CD90⁺CD73⁺
817 cells in postnatal human lung. (B) Scatter plots showing expression of CD146, as a % of
818 total counted events (n = 6, biological replicates). (C) Representative flow cytometric
819 density plots showing expression for common mesenchymal markers found to be

820 expressed on pericytes and fibroblasts in prospectively isolated CD90⁺CD73⁻ lacking
821 CD146 (red, top panels) and a subset expressing CD146 (blue, bottom panels) (n = 3 -
822 5, biological replicates). (D) CD90⁺CD146⁺ mesenchymal cells exposed to virosomes or
823 liposomes for 24h. Representative histogram plots show uptake of virosomes or
824 liposomes by measuring Atto647 fluorescence signal by flow cytometry. (E) Scatter plots
825 showing the change in Atto647 fluorescent signal (gMFI). (F) Representative FACS plots
826 showing infection of postnatal CD90⁺CD146⁺ mesenchymal cells with live H1N1
827 influenza virus (PR8 strain) after 24h compared to mock infection. (G) Representative
828 FACS plots showing baseline fluorescence in unstained CD90⁺CD146⁺ mesenchymal
829 cells (left plot) or isotype control for influenza nuclear protein. (H) Scatter plots showing
830 % of CD90⁺CD146⁺ mesenchymal cells infected with live H1N1 over 48 hours. n = 3,
831 biological replicates. (I) Scatter plots showing infectious titer of live virus shed in the
832 culture supernatants. n = 3, biological replicates. Data are presented as mean ± SD.
833 Error bars show SD. Student t-test was used for comparison of paired data. All tests
834 were two-tailed. *p<0.05 were considered significant.

835

836 **Figure 5. Characterization of CD90⁺CD146⁺ mesenchymal cells from chronic**
837 **obstructive pulmonary disease (COPD) patients.** (A) Representative bivariate FACS
838 plot showing a prominent EpCAM⁻ mesenchymal fraction (gate R4, orange) subgated
839 from single, live cells from a COPD patient. (B-C) Scatter plots showing percentage of
840 EpCAM⁻ cells (B), and EpCAM⁻/EpCAM⁺ ratio (C) in COPD (n = 15, biological replicates)
841 (●) and non-COPD (n = 15, biological replicates) (■) lung tissue. (D) Scatter plots
842 showing distribution of mesenchymal cell subsets. (E) Scatter plots showing CD146 is
843 expressed in CD90⁺CD73⁻ and CD90⁺CD73⁻ mesenchymal cells in non-COPD

844 compared with COPD tissue (n = 6, non-COPD and n = 11, COPD). (F) Phase contrast
845 image showing morphology of CD90⁺CD146⁺ mesenchymal cells from COPD compared
846 with postnatal lung. Scale bar 50 μm. (G) mRNA expression of selected genes of
847 various mesenchymal markers and functional categories specific to the lung in
848 CD90⁺CD146⁺ mesenchymal cells from microscopically normal postnatal human lung (n
849 = 4, biological replicates) and COPD patients (n = 4, biological replicates). Human lung
850 fibroblast was set at one (not shown). (H) mRNA expression of selected genes in
851 CD90⁺CD146⁺ mesenchymal cells from COPD (n =4) compared with postnatal human
852 lung (n = 4, biological replicates) treated with TGFβ1 (5ng/ml) over 72 hours with or
853 without metformin (0.5mM). Human lung fibroblasts was set at one. Values are
854 presented as mean ± SD. Error bars show SD. Analysis by one-way ANOVA and
855 multiple comparisons using post hoc Newman-Keuls. *p<0.05. ND, not detected.

856

857 **Figure 6. CD90⁺CD146⁺ cells from COPD patients fail to support microvessel**
858 **formation.** (A) Microfluidic chip of *in vitro* perfusable microvasculature network. (B)
859 Schematic overview of chip seeding process. Microvessel characterization on day 7 for
860 postnatal (C) and adult COPD (D) CD90⁺CD146⁺ cells stained with CD31 (red) and
861 shown as a circular image of central chamber. Scale bar 250 μm (E, F) Series of
862 rectangular images from a part of the central chamber stained for different marker for
863 postnatal (E) and adult COPD (F). Scale bar 100 μm. Orthogonal view of the overlay of
864 the images showing open lumens (white asterisk) in postnatal (G) and adult COPD (H).
865 Scale bar 100 μm. (I) Representative images showing addition of 70 kDa RITC-dextran
866 and perfusion of 3D microvasculature network (white arrows) formed with postnatal
867 CD90⁺CD146⁺ cells (left panels) and lack of perfusion in COPD (right panels). Images

868 represent a segment of the central chamber and are overlays of the red channel and
869 bright field at specific time points. Scale bar 200 μm . (J, K) IF staining shows CD31⁺
870 (red) microvessel-like structure after 7 days in the presence of antifibrinolytic agent ϵ -
871 Aminocaproic acid (EACA, 200 $\mu\text{g}/\text{ml}$) for postnatal (J) and COPD (K) CD90⁺CD146⁺
872 cells cultured with HUVECs. Scale bar 250 μm . (L, M) Schematic highlighting 3D
873 microvasculature structure in the central chamber with orthogonal view of the overlay
874 from serial images showing open lumens in postnatal (L) and in COPD (M). Scale bar
875 100 μm . (N) Representative image showing RITC-dextran perfusion of 3D
876 microvasculature network in the presence of EACA for postnatal left panels) and COPD
877 (right panels) microvasculature structures. Scale bar 200 μm . (O) Bar graph showing
878 quantification of vessel diameter. $n = 4$, biological replicates. Data presented as mean \pm
879 SD. Student t-test was used for comparison of unpaired parametric data. All tests were
880 two-tailed. * $p < 0.05$ were considered significant.

881

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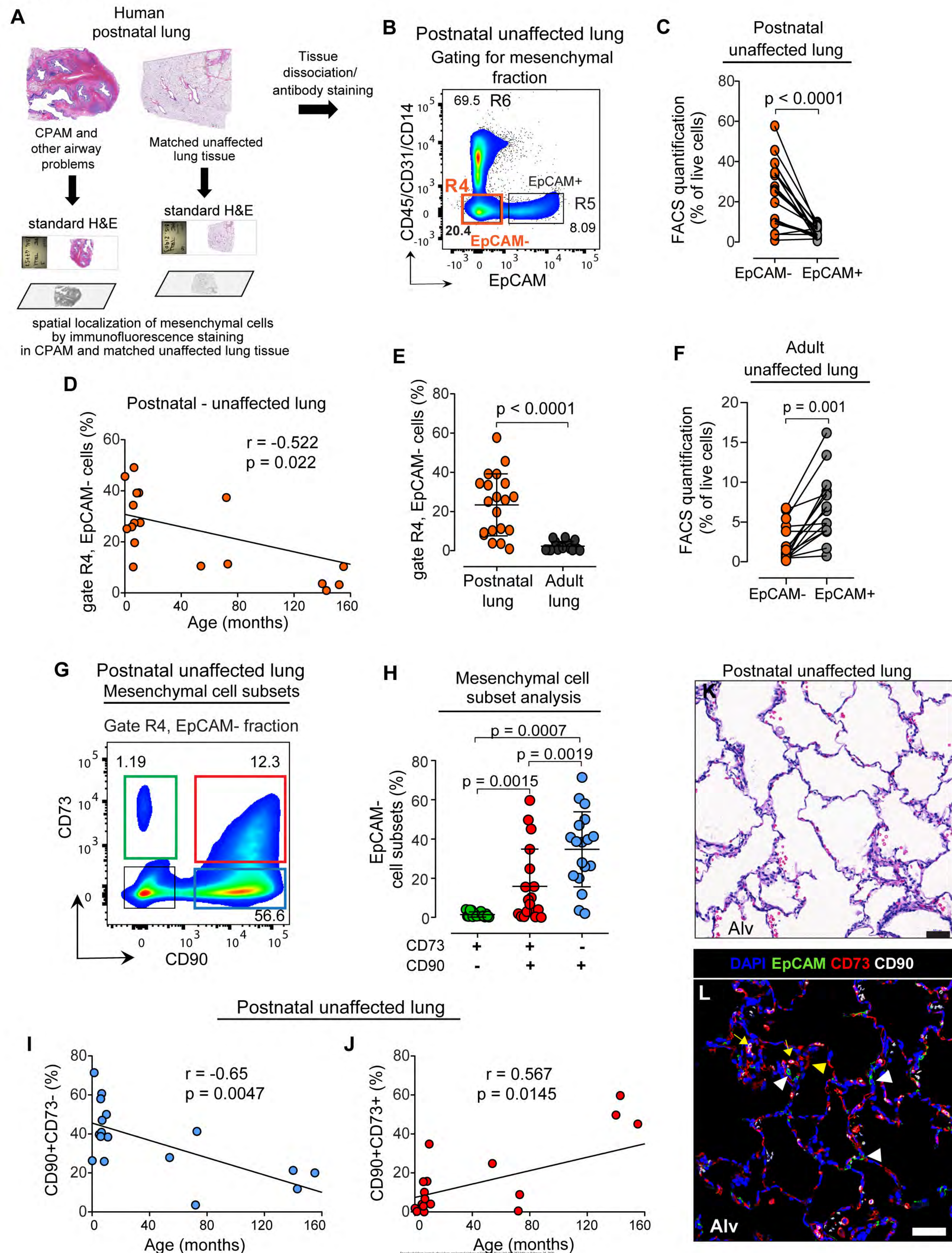
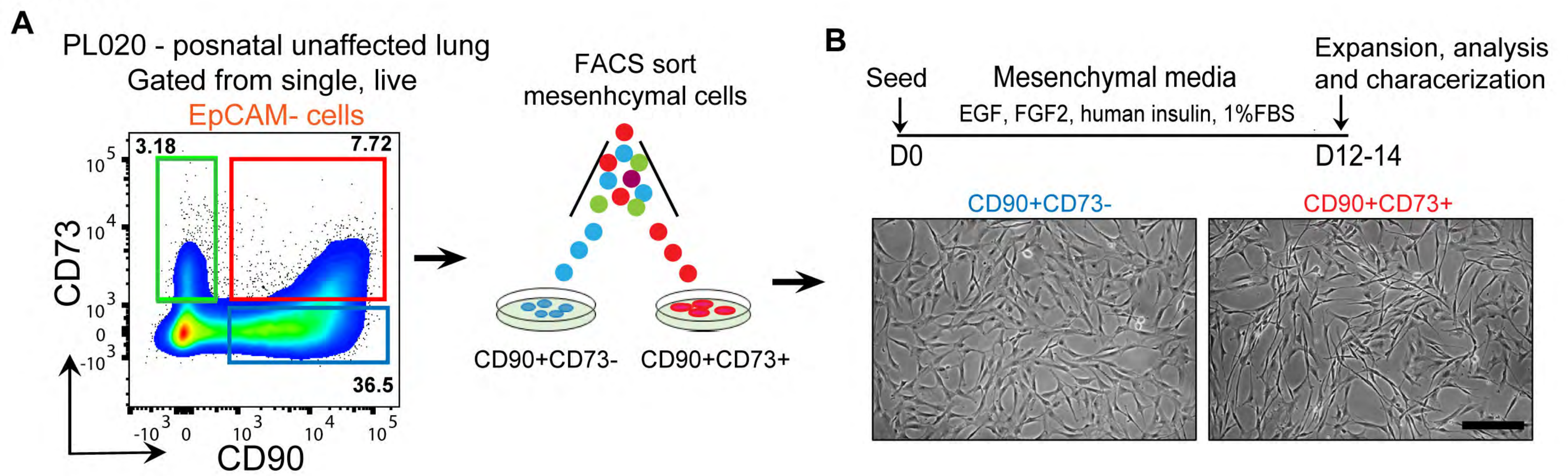
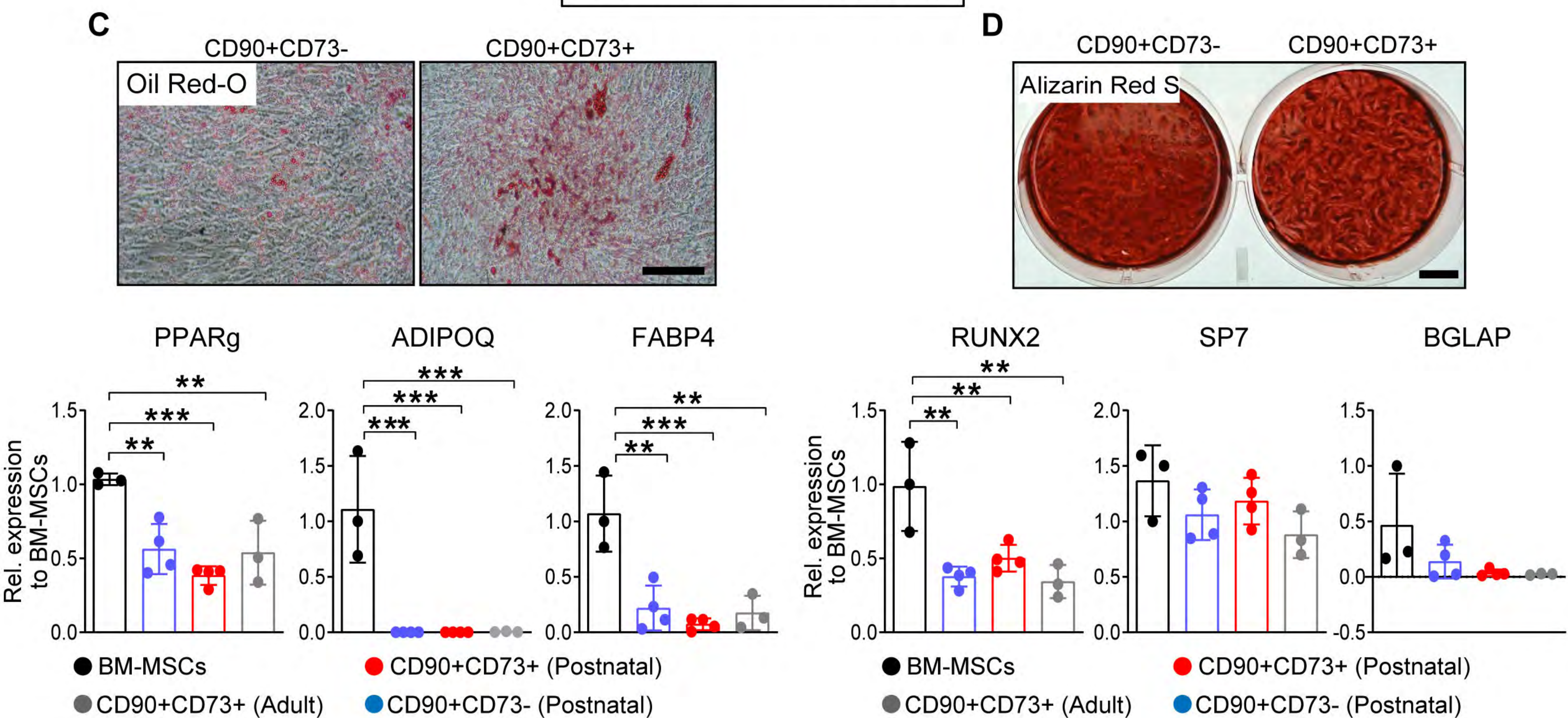
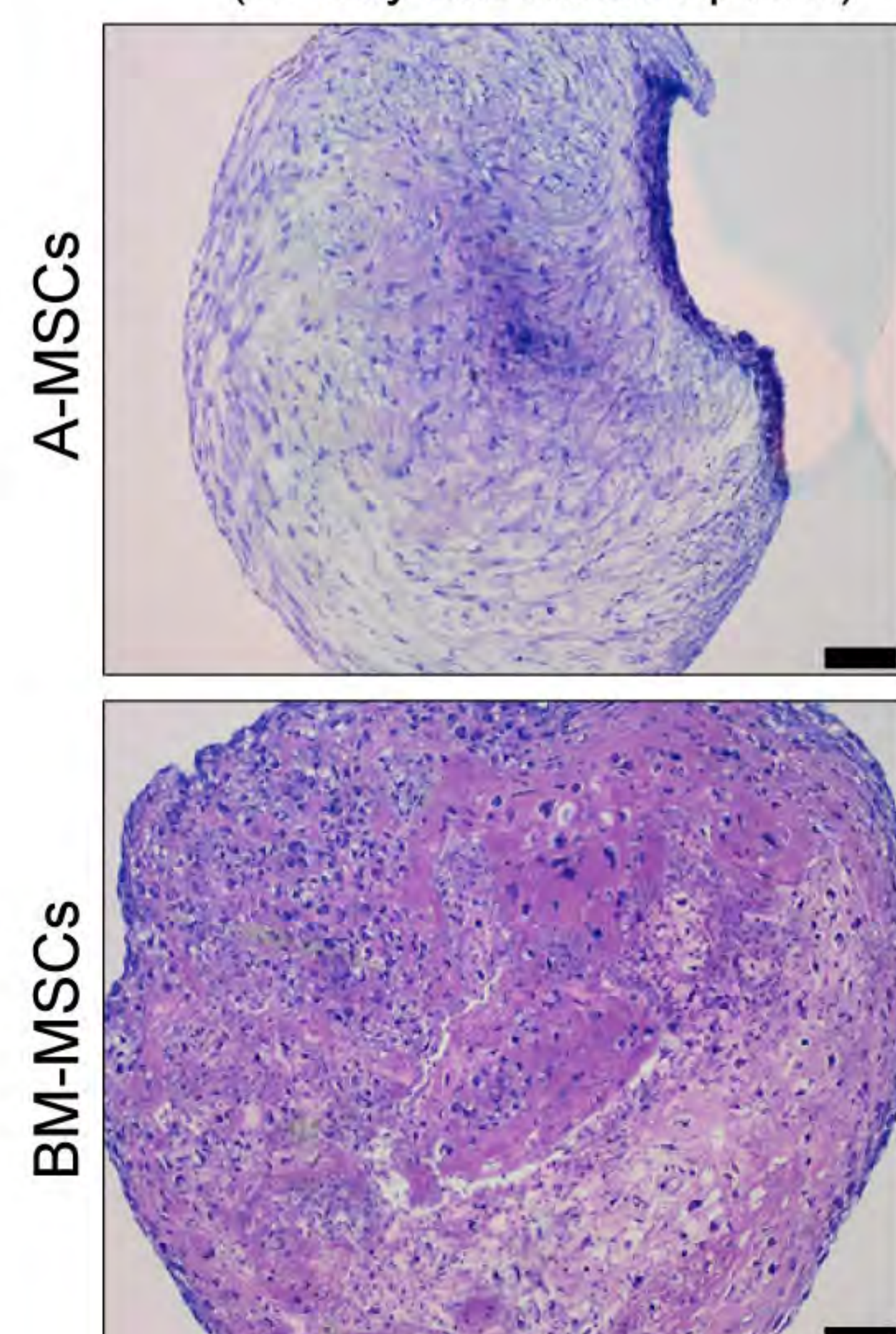
Figure 1

Figure 2

Mesenchymal differentiation



E Toluidine blue
(21 day micromass pellet)



F

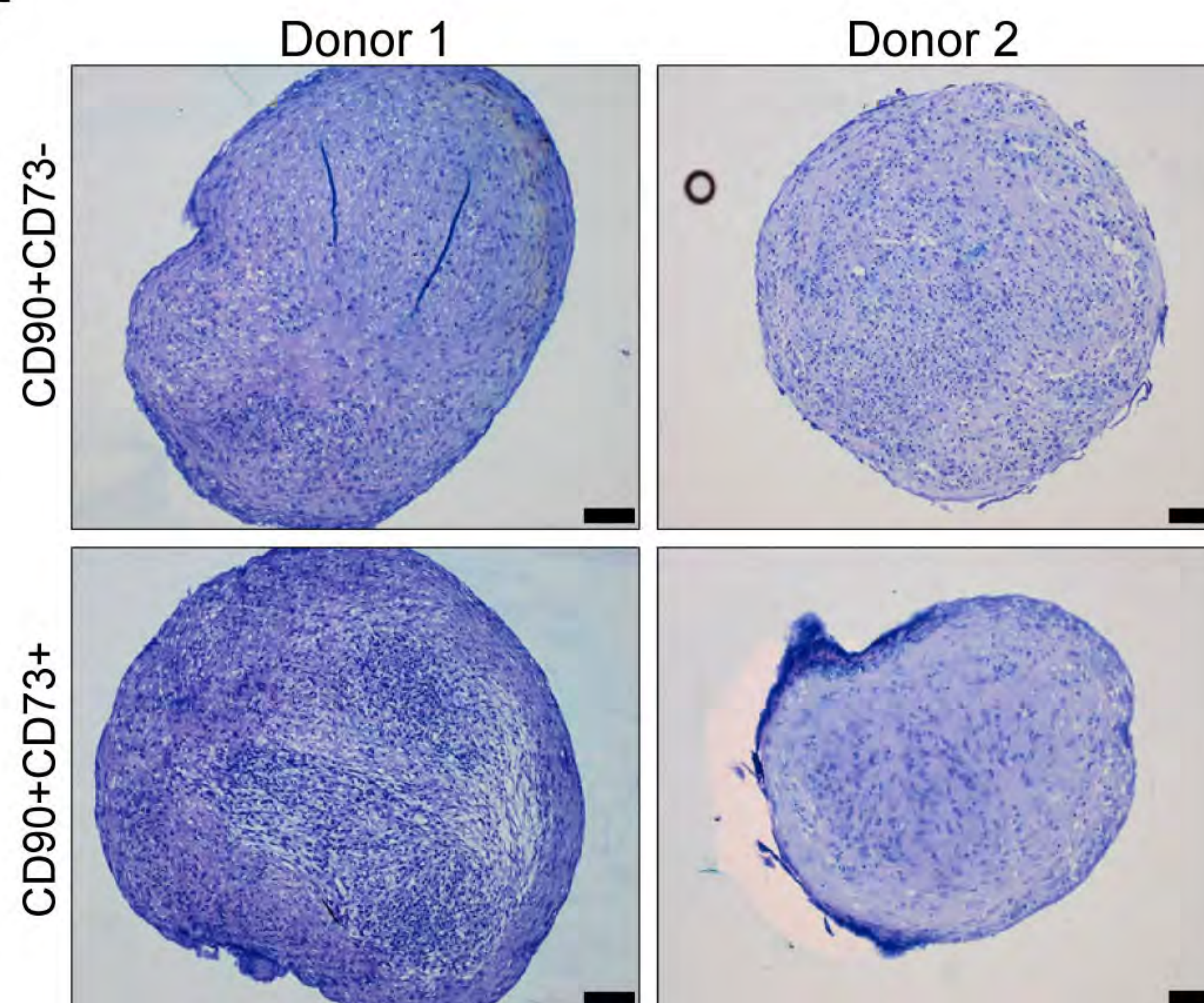


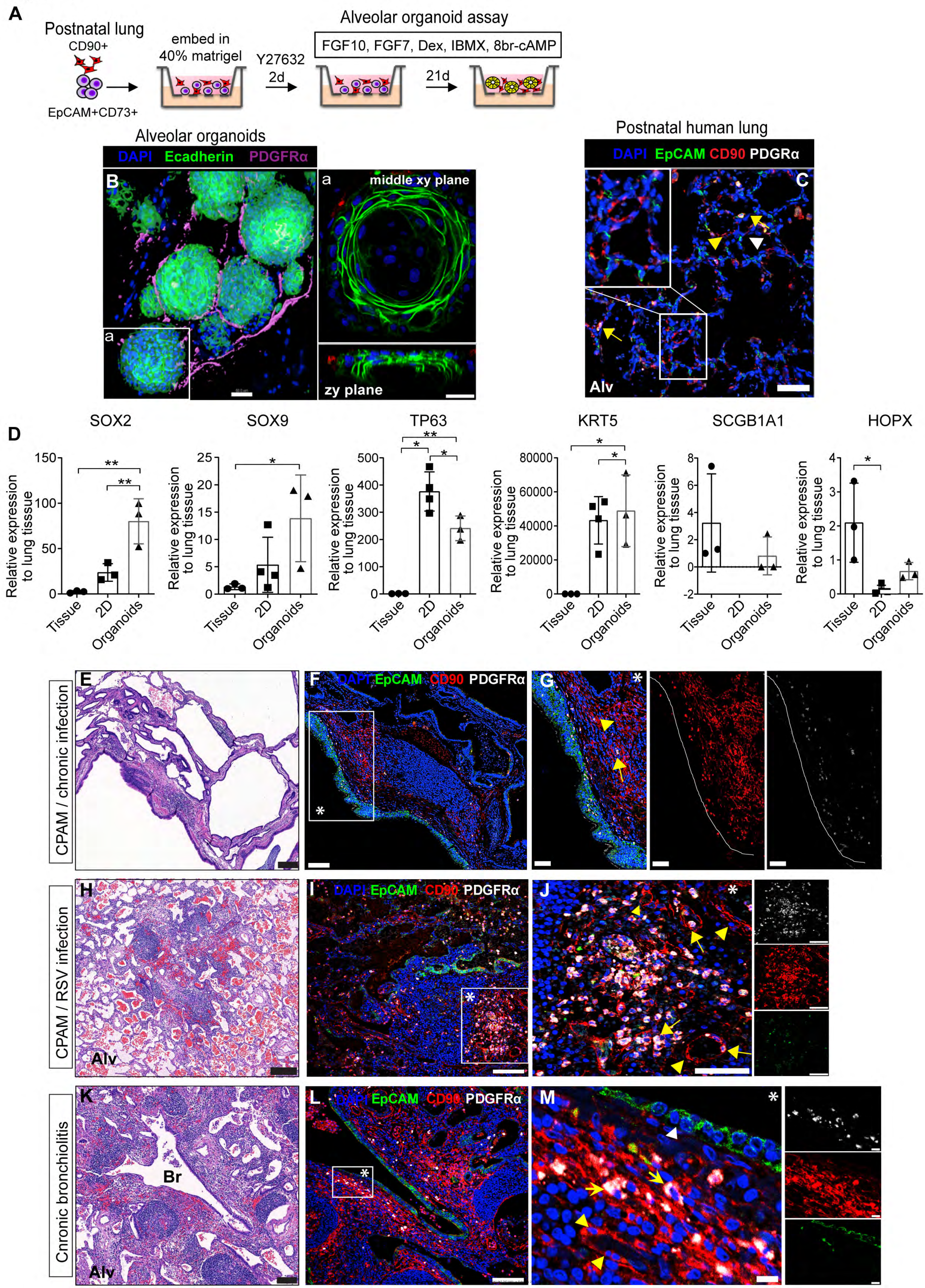
Figure 3

Figure 4

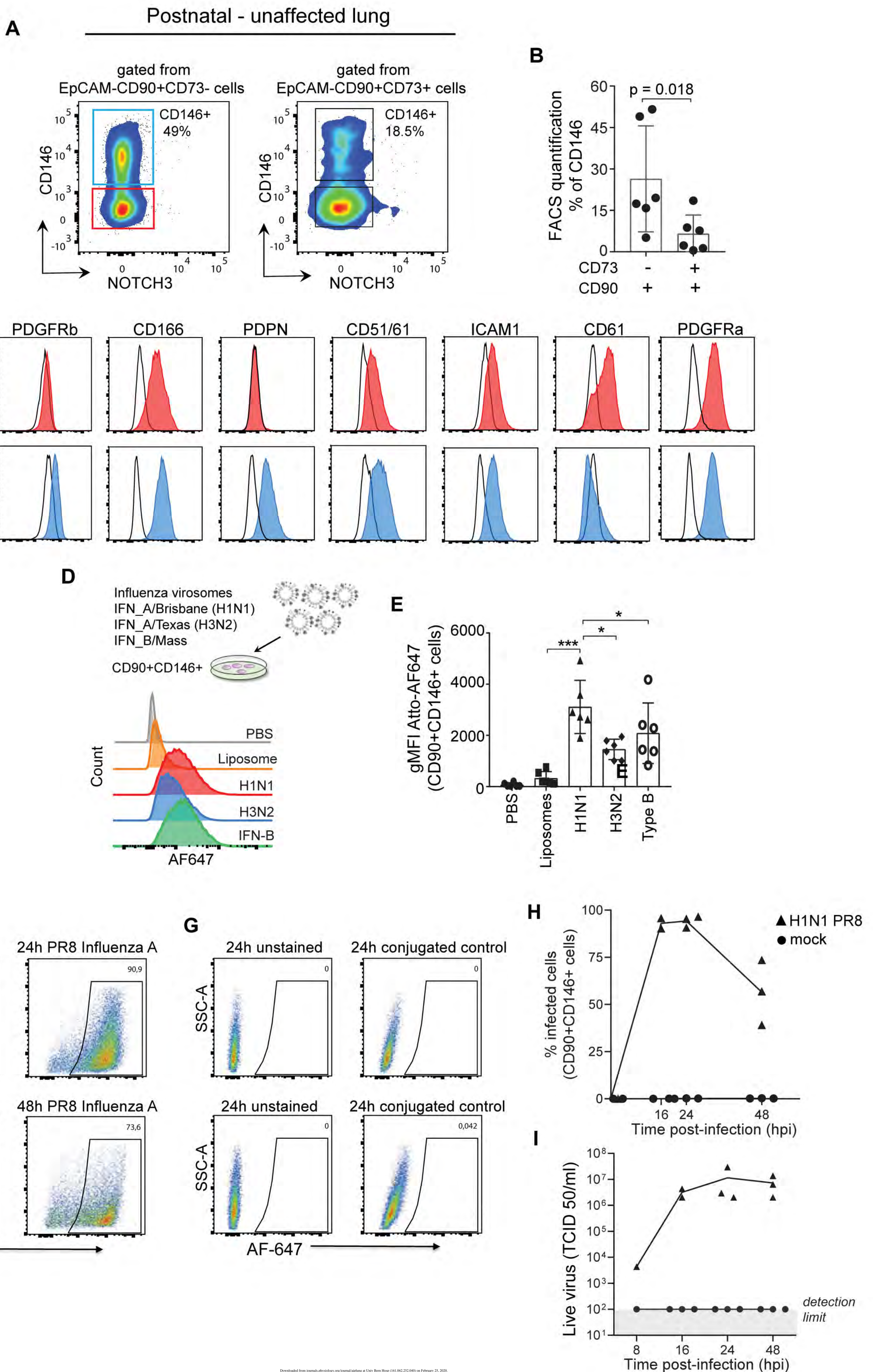


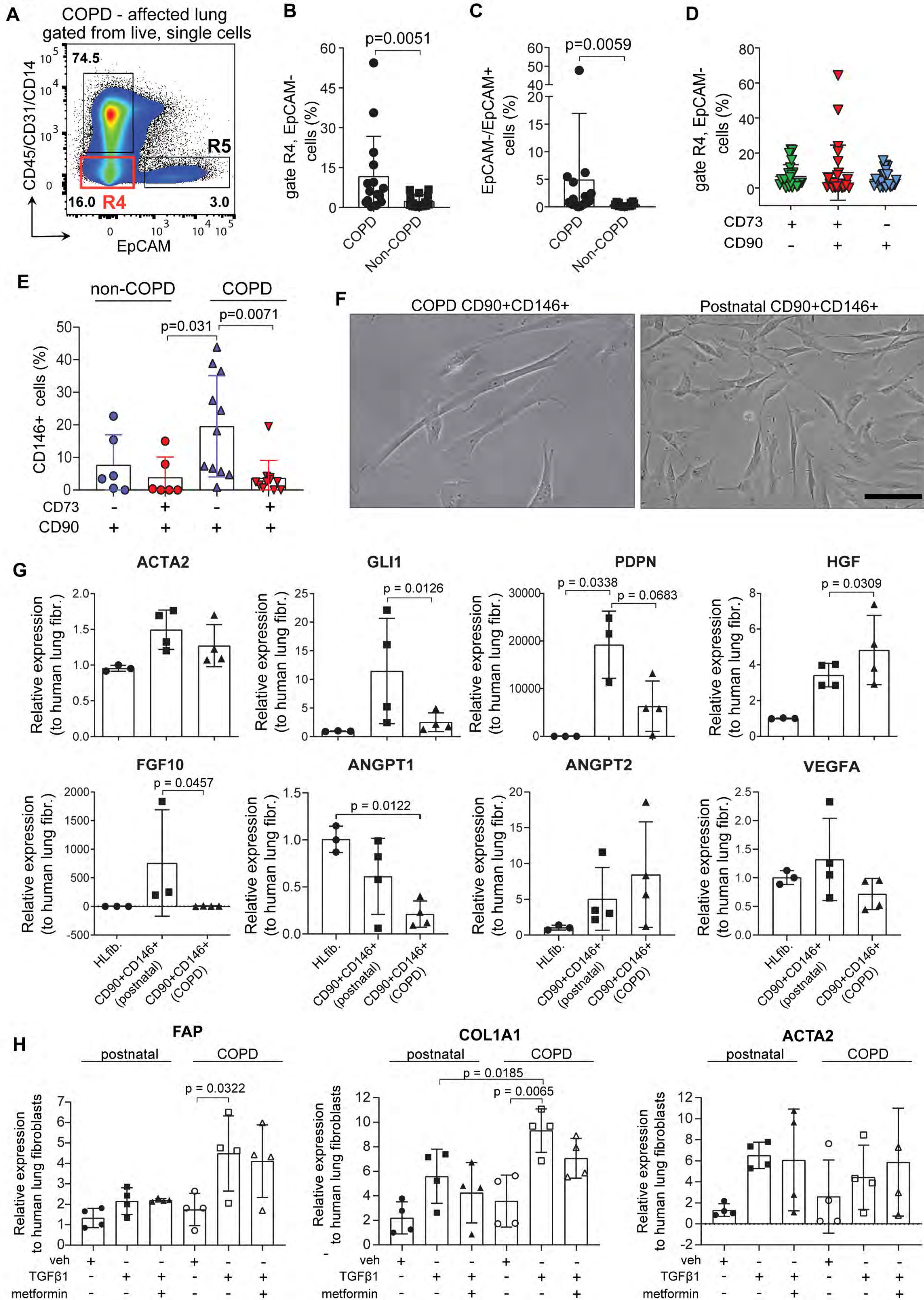
Figure 5

Figure 6

