

Evaluation of 1,2-diacyl-3-acetyl triacylglycerol production in *Yarrowia* *lipolytica*

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34 **Abstract**

35 Plants produce many high-value oleochemical molecules. While oil-crop agriculture is performed
36 at industrial scales, suitable land is not available to meet global oleochemical demand. Worse,
37 establishing new oil-crop farms often comes with the environmental cost of tropical deforestation.
38 The field of metabolic engineering offers tools to transplant oleochemical metabolism into
39 tractable hosts while simultaneously providing access to molecules produced by non-agricultural
40 plants. Here, we evaluate strategies for rewiring metabolism in the oleaginous yeast *Yarrowia*
41 *lipolytica* to synthesize a foreign lipid, 3-acetyl-1,2-diacyl-sn-glycerol (acTAG). Oils made up of
42 acTAG have a reduced viscosity and melting point relative to traditional triacylglycerol oils
43 making them attractive as low-grade diesels, lubricants, and emulsifiers. This manuscript
44 describes a metabolic engineering study that established acTAG production at g/L scale,
45 exploration of the impact of lipid bodies on acTAG titer, and a techno-economic analysis that
46 establishes the performance benchmarks required for microbial acTAG production to be
47 economically feasible.

48 Introduction

49 The chemical industry is seeking green alternatives to conventional petrochemical products in an
50 effort to address global climate change and establish a sustainable economy. Biofuels, targeted for
51 combustion in personal transportation, heavy transportation, and aviation sectors, have received
52 the most attention due to the enormous volumes consumed each year and the corresponding size
53 of their financial and environmental impact¹⁻³. A smaller fraction of each barrel of oil is used as
54 the source of petrochemicals including molecules used as lubricants and emulsifiers. Sustainable
55 sources of these oleochemical products are also needed. Plant oils are an alternative source of
56 biodiesel and oleochemicals, but plant-based production is linked with tropical deforestation and
57 is limited in scale⁴. Another promising alternative is the microbial synthesis of oils and
58 oleochemicals. Oleaginous microbes, such as *Yarrowia lipolytica*, produce lipid bodies to store
59 oils, typically in the form of long-chain triacyl glycerol (lcTAG) analogous to many oil crops. The
60 high rate of fatty acid biosynthesis and lipid storage native to oleaginous microbes has been
61 exploited to produce lcTAG^{5,6} and other non-native products⁷⁻⁹. One potentially interesting lipid,
62 3-acetyl-1,2-diacyl-*sn*-glycerol (acTAG) contains long-chain fatty acids linked to the *sn*-1 and *sn*-
63 2 hydroxyls of glycerol, but an acetic acid at the *sn*-3 position instead of the larger fatty acids in
64 lcTAGs (**Supplementary Fig. 1**). The shorter acetate moiety leads acTAG to have lower
65 kinematic viscosity, lower melting point, and reduced calorific values¹⁰⁻¹² relative to lcTAG
66 molecules (**Supplementary Table 1**). These properties cast acTAGs in many promising industrial
67 applications such as low-speed diesel fuels, emulsifiers, food coatings, and plasticizers¹³. In
68 addition, acTAGs have been used in therapeutic applications such as “functional foods” and
69 pharmaceuticals for asthma¹⁴⁻¹⁶. In this study, we set two goals: to develop a *Y. lipolytica* strain
70 capable of producing acTAG at g/L titer and to evaluate the feasibility of microbial acTAG
71 production.

72

73 In nature, acTAG are found in plants of the family *Celastraceae*. For example, the developing
 74 seed oil of *Euonymus alatus* (burning bush) is comprised of 98% acTAGs¹⁷. In *Euonymus* species,
 75 acTAG are synthesized by acetylation of the *sn*-3 hydroxyl group of diacylglycerol (DAG), a
 76 reaction catalyzed by *sn*-1,2-diacylglycerol:acyl-CoA acyltransferases. The first gene encoding a
 77 *sn*-1,2-diacylglycerol:acyl-CoA acyltransferase was identified from *E. alatus* (^{EUOal}DGAT1) and
 78 belongs to the DGAT1 gene family. Purified ^{EUOal}DGAT1 was shown to have *in vitro* acTAG
 79 synthesis activity by incubating [¹⁴C]acetyl-CoA with endogenous DAG and ^{EUOal}DGAT1 from
 80 microsomal fraction of *S. cerevisiae* expressing ^{EUOal}DGAT1 produced [¹⁴C]acetyl-TAG, whereas
 81 control strain expressing no enzyme did not produce the product¹⁷. However, heterologous
 82 expression of ^{EUOal}DGAT1 in *S. cerevisiae* failed to produce acTAG *in vivo*, but rather enhanced
 83 lcTAG titer. In a later study, Durrett et al., investigated low-abundance transcripts in *Euonymus*
 84 and identified a highly selective diacylglycerol acetyltransferase ^{EUOal}DAcT from *Euonymus*
 85 *alatus*. ^{EUOal}DAcT was distantly related to common acyl-transferases in the family of membrane-
 86 bound *O*-acyltransferase (MBOAT) (<http://pfam.xfam.org/family/MBOAT>)¹¹. Overexpressing
 87 ^{EUOal}DAcT in *S. cerevisiae* led to acTAG production but did not significantly increase lcTAG
 88 titer. Further *in vitro* experimental evidence indicated that ^{EUOal}DAcT has a preference towards
 89 acetyl-CoA and suggested that ^{EUOal}DAcT has little activity towards acyl-CoAs longer than eight
 90 carbons¹⁸. In the same study, the authors also found that ^{EUOal}DAcT preferentially acetylated
 91 unsaturated DAG molecules over saturated DAG molecules. ^{EUOal}DAcT embeds in the
 92 phospholipid bilayer of endoplasmic reticulum (ER), where DAG, one of its substrates, is
 93 synthesized in lipid metabolism. Experimental evidence demonstrating the source (cytosol or ER
 94 lumen) of the acetyl-CoA is lacking. The structure of ^{EUOal}DAcT has yet to be solved but a
 95 topology model supports its classification as a membrane protein. The model suggested that
 96 ^{EUOal}DAcT has four transmembrane domains (TMDs), with both the N- and C-termini oriented
 97 toward the lumen of the ER, and a large cytoplasmic loop between the first and second

transmembrane domains¹⁹. Oleaginous yeasts, plants and other eukaryotes are the logical hosts for production of acTAGs because of the transmembrane constraint of DAcT and the presence of lipid bodies as a means of acTAG storage.

Lipid bodies are dynamic organelles used for lipid and energy homeostasis in cells. They consist of a core of neutral lipids encircled by a phospholipid monolayer that is decorated with integral and peripheral proteins²⁰. Lipid bodies provide an isolated hydrophobic environment away from the cytosol and serve as a product sink for sequestering neutral lipids. Generally, lipid body formation follows three steps: first, neutral lipids are synthesized and accumulate within the ER phospholipid bilayer, then a lens forms as the oil phase coalesces, and finally the bilayer deforms and a nascent lipid body buds into the cytoplasm²¹. However, precisely how lipid body assembly is triggered remains unclear. For instance, small molecules such as lcTAG or sterol esters can trigger lipid body formation, but it remains unclear whether other oleochemical products, such as acTAG, fatty alcohols and alkanes, can also have this effect. It is also unclear whether neutral lipid lenses form randomly throughout the ER or whether there are preferential sites for their formation. Critically, how proteins on the ER membrane and/or lipid body surface promote LB budding is also unsolved²². Recent literature suggests that the presence of a lipid body boosts hydrophobic compound production^{23–25}. In this study, we found a strong correlation between the presence of lipid bodies and acTAG titer; motivating further basic science studies to enable future metabolic engineering projects.

The production of acTAG has been improved via metabolic engineering in several hosts including oilseed plants and yeast. *Camelina* and soybean were engineered to express ^{EUOal}DAcT and to produce acTAG¹². RNAi targeting DGAT1 in *Camelina* suppressed endogenous lcTAG production, and increased acTAG synthesis¹², and an engineered *Camelina sativa* line achieved

acTAG production representing 70% of total seed oil and 26% (g/g) of the seed dry cell weight. The *sn*-1 and *sn*-2 acyl chain-length composition of acTAG was further tailored by expressing a medium-chain acyl-CoA thioesterase FatB in *C. sativa*²⁶. The transgenic *C. sativa* line produced acTAGs representing 77 mol% of total seed oils and 37% (g/g) of the seed dry cell weight. When *EUOal*DAcT was expressed in a wild-type *Saccharomyces cerevisiae* SCY62 or an engineered 4KO strain (GLBRC40, $\Delta DGA1 \Delta LRO1 \Delta ARE1 \Delta ARE2$), acTAG production reached 2.4 mg/g DCW and 3 mg/g DCW, respectively²⁷. These titers served as a proof of concept but are insufficient for commercial production. While *S. cerevisiae* has been engineered to produce oleochemicals at high levels^{28,29}, oleaginous yeasts may offer a better starting point for acTAG production. When *Euonymus europaeus* *EUOeu*DAcT was expressed in *Y. lipolytica* Po1d and JMY1877, an engineered derivative (Po1d, $\Delta DGA1 \Delta LRO1 \Delta ARE1 \Delta DGA2$), low levels of acTAG (30.6 mg/g DCW and 3.1 mg/g DCW) were produced, respectively³⁰. This study established the feasibility of producing acTAG in *Y. lipolytica* and motivated the current study to improve strain performance via metabolic engineering.

In this work, we employ a combination of metabolic engineering strategies to explore acTAG production in *Y. lipolytica* (**Fig. 1**). We first create a suite of strains to eliminate lcTAG synthesis and lipid degradation in an effort to maximize flux to DAG, the acTAG precursor. We establish acTAG production in these strains by heterologously expressing the best acTAG synthase identified from a bioprospecting study. The family of strains establish a strong link between lipid body formation and acTAG titer. Next, we used a family of promoters to titrate DGA1 and DGA2 activity and obtain strains where lcTAG titer is substantially reduced yet lipid body formation is maintained. Titrating DGA1 and DGA2 using lower strength promoters increases acTAG by 1.4- to 5-fold. We combined our engineering efforts into two production strains, one that maximizes acTAG production titer but contains large amounts of lcTAG and another that maximizes the ratio

of acTAG:lcTAG (minimizing purification needs). A production strain expressing a xylose catabolic pathway, generates 4 g/L acTAG when grown on sugarcane juice and 2.5 g/L acTAG when grown on oilcane hydrolysate. The same strains when cultured in fed batch with laboratory media achieves 12 g/L acTAG titer. We describe a new techno-economic model of acTAG production and evaluate the impact of bioprocess parameters (e.g., yield, titer, selectivity, productivity) on minimum selling price (MSP). The analysis suggests that strains achieving acTAG production at 85% theoretical yield, 90 g/L titer, 75% acTAG selectivity, and 1.0 g/L/h productivity would be feasible for commercialization of commercial emulsifiers. Together, this research demonstrates novel strategies for improving production of non-native neutral lipids in *Y. lipolytica* and metabolic engineering targets for industrialization.

Results and Discussion

*EUOal*DAcT can be functionally expressed in *Yarrowia lipolytica*

The key enzymatic activity required for synthesis of acTAG is the transesterification of acetyl-CoA with a DAG, a reaction catalyzed by a unique member of the MBOAT superfamily of proteins¹¹. We selected two previously characterized acTAG synthases (e.g. *EUOal*DAcT and *EUOal*DGAT1)^{11,17} from *Euonymus alatus* to evaluate their function in wild-type *Yarrowia lipolytica* PO1f. The expression cassette TEFp-[*EUOal*DAcT/*EUOal*DGAT1]-CYCt-tub1p-HPH was randomly integrated into the PO1f chromosome. Cells were cultured in YSC medium for 96 hrs. Lipids were extracted and examined using ESI-MS. We found that the PO1f strain expressing *EUOal*DAcT accumulated acTAGs, but the PO1f strain expressing *EUOal*DGAT1 did not, equivalent to a sample from a strain harboring an empty vector. The mass spectrum of the *EUOal*DAcT sample contained two ions ($m/z = 685.43$ and 663.45) that were consistent with the $[M+Na]^+$ and $[M+H]^+$ adducts of acTAG containing two oleic acid chains (i.e. 18:1, 18:1, 2:0), respectively (Supplementary Fig. 2). These results are consistent with prior studies that demonstrated *EUOal*DAcT has acetylating activity on unsaturated DAG substrates¹⁸ and reported high abundance

of the 18:1, 18:1-DAG species in *Y. lipolytica*³¹. These results confirmed the ability of *Y. lipolytica* to produce acTAG and motivated further metabolic engineering efforts.

Combinatorial metabolic engineering strategies to enhance acTAG production

To maximize flux to a desired product, metabolic engineers often genetically modify microbes to block competing pathways, to deregulate pathway activity, to overexpress rate-limiting enzymes, and to address product toxicity. In this study, we hypothesized that acTAG titer could be enhanced by implementing three metabolic engineering strategies including 1) removing endogenous TAG synthesis and TAG degradation, i.e., competing pathways, 2) identifying highly active acTAG synthases to pull flux into lipid synthesis, and 3) engineering lipid body formation to minimize the physiological impact of acTAG (**Fig. 1**). We constructed six base strains, designated QY01 to QY06 by iteratively deleting key enzymes in competing pathways. Specifically, we started with wild-type PO1f and deleted three lcTAG synthases (DGA1, DGA2 and LRO1), two lipases (TGL3 and TGL4), and a glycerol-3-phosphate dehydrogenase GUT2 (**Supplementary Fig. 3**). The deletion of GUT2 helps push carbon flux into the TAG synthesis pathway³². The lipid profile of each engineered strain was quantified from samples of cells grown at 30°C for 120 hrs in YSC media containing 80 g/L glucose. Total lipid content was characterized by GC-FID mediated fatty acid methyl ester (FAME) analysis of lipid samples derivatized by transesterification. Compared to the total FAME in PO1f strain, deletion of two lipases (TGL3 and TGL4 in QY01 and QY02) did not alter overall FAME titer. Deletion of DGA1 (TAG synthase) in QY03 significantly dropped total FAME titer to 10% of the base PO1f. Deletion of LRO1 in QY04 did not affect FAME titer relative to QY03. As expected, deletion of GUT2, in strain QY05 increased total FAME titer 3-fold relative to QY04 (**Fig. 2A**). Deletion of DGA2 in strain QY06 reduced lipid titers by 90% relative to the base strain PO1f (20% relative to its parent QY05). These observations confirm that native TAG content could be substantially

reduced with the residual FAME observed in samples of QY06 likely coming from essential phospholipids.

To confirm the loss of lcTAG, we analyzed lipid body formation via staining with Nile red, a lipophilic fluorescent dye. Strain QY06 grew to a lower optical density than the base strain PO1f (**Fig. 2B**) and generated a substantially reduced Nile red signal over time (**Fig. 2C**). Samples taken at 120 hrs were fixed for analysis by fluorescence microscopy. Images of strain PO1f showed brightly fluorescent spots within the cell boundary, consistent with the expected presence of lipid bodies. In contrast, images of QY06 cells were dramatically less fluorescent and did not contain noticeable subcellular aggregates; indicating that cells failed to form lipid bodies (**Fig. 2D**).

Experiments with strain QY06 were complicated by its slow growth rate. Later, we discovered that the strain recovered from freezer stocks poorly and had a lower DNA transformation efficiency ($<10^2$ CFU/ μ g DNA) relative to its predecessors. Therefore, to improve its growth, we adaptively evolved strain QY06 in YPD liquid media for ~60 days or ~300 generations (**Supplementary method 1**). The endpoint evolved strain, named QY06R, grew faster (doubling time 4.5 hrs compared to the QY06 strain of 6 hrs) (**Supplementary Fig. 4**) and was more efficiently transformed ($\sim 10^4$ CFU/ μ g DNA) using pY5 empty vector. The genome sequence of strain QY06R contained 39 mutations relative to the genome of QY06 (**Supplementary data 1**). None of the 39 mutations implied a clear rationale for the growth improvement.

acTAG titer is influenced by the presence of lipid bodies

We conducted a bioprospecting study (**Supplementary Method 2, Supplementary Fig. 5-8**) to identify highly active acTAG synthases but failed to identify an enzyme with activity superior to the ^{EU0al}DAcT variant described in the first section. Therefore, we transformed the pY5-URA3-

EUOalDacT-LEU2 expression plasmid into each of the *Y. lipolytica* strains PO1f, QY01-QY05 and QY06R and quantified the relative amounts of acTAG and lcTAG from cultures of each strain. Lipid titers were quantified by HPLC-MS and lipid body formation was qualitatively assessed by confocal microscopy. A representative membrane lipid Phosphatidylglycerol (PG, 16:0,16:0) was used as a proxy for cellular biomass, and peak area ratios of TAG to PG were used to approximate lipid abundance per dry cell weight. A chemically synthesized acTAG standard (17:0, 17:0, 2:0) and a commercially available lcTAG standard (17:0, 17:0, 17:0) eluted at 15.6 min and 19.0 min, and resulted in detectable $[M+NH_4]^+$ adducts with the expected m/z 565.58 and 866.82 in positive ion mode (**Fig. 3A**). No ions corresponding to acTAG were identified in samples of QY06R strain harboring the empty pY5 plasmid (**Fig. 3A**). Strains expressing *EUOalDacT* produced three major acTAG species (m/z 624.52, 652.55, and 680.58, corresponding to $[M+NH_4]^+$ adducts of acTAGs (16:1,16:1,2:0, 16:1,18:1,2:0 and 18:1,18:1,2:0) at elution time (13.4, 14.8, and 15.9 min), respectively (representative chromatograms for samples from QY02 and QY06R are shown in **Fig. 3A** and the rest are available as **Supplementary Fig. 9**, corresponding acTAG mass spectra are available as **Supplementary Fig.10**). The amounts of acTAG and lcTAG varied significantly across the strains with a strong proportionality between acTAG and lcTAG abundance (**Fig. 3B, 3C**, and **Supplementary Fig. 11**). Among engineered strains, QY02 expressing *EUOalDacT* produced the highest amount of acTAG and lcTAG (**Fig. 3A, 3B and 3C**), and formed clear lipid bodies (**Fig. 3D**). QY06R expressing *EUOalDacT* produced almost exclusively (97%) acTAG (**Fig. 3A, 3B, and 3C**) at a reduced titer without any visible lipid bodies (**Fig. 3D**). Rather, the Nile red stain was diffuse across the entire cell. Our data suggests that lipid bodies are beneficial to the production of acTAGs and replacement of lcTAG synthases with acTAG synthases does not restore lipid body formation.

Engineering lipid body to enhance acTAG titer

245 Given the strong positive correlation of acTAG titer and lipid body formation, we pursued
 246 strategies to restore lipid body formation while minimizing flux to lcTAG. Lipid bodies and
 247 lcTAG were observed in all strains except QY06 and QY06R, at which point both DGA1 and
 248 DGA2 were deleted. Gajdoš et al., found both enzymes are capable of restoring lipid body
 249 formation and synthesizing lcTAG in an engineered strain (Po1d, $\Delta DGA1 \Delta LROI \Delta ARE1$
 250 $\Delta DGA2$)³³. Interestingly, expressing DGA1 generates small but numerous LBs while expressing
 251 DGA2 forms large LBs. DGA2 belongs to DGAT1 family protein that localizes in ER bilayer³⁴,
 252 whereas ^{yl}DGA1 belongs to DGAT2 family protein that can be accommodated in both the ER
 253 bilayer and lipid body monolayer³⁵. The mechanism of lipid body formation is not well
 254 understood, but in general is thought to proceed by budding from the ER membrane after neutral
 255 lipids are locally concentrated. The molecular signals for budding could include structural protein
 256 components, molecule concentrations, and/or biophysical traits within the membrane. Given our
 257 goal of packaging acTAG in lipid bodies, we were curious if lipid body assembly could be
 258 restored by expression of catalytically inactive TAG synthase (E.C. 2.3.1.20), thereby testing the
 259 hypothesis of a structural, non-catalytic role of DGA2 in lipid body formation. For this
 260 experiment, we integrated the ^{EUOal}DAcT expression cassette into strain QY06R, generating
 261 QY07 (QY06R, *IntC2:: URA3-^{EUOal}DAcT-LEU2*). QY07 produced acTAG but did not produce
 262 lcTAG or form lipid bodies (**Fig. 4A, 4B and 4C**). We created an inactive variant of DGA2 by
 263 making point mutations to catalytic residues (H453A E454A), as shown previously³⁶ and
 264 **Supplementary Fig. 12**, and cloned the ORF into a pY5-based expression plasmid. After 120 hr
 265 of growth, extracts of *Y. lipolytica* QY07 expressing dDGA2 contained no detectable lcTAG and
 266 microscope images showed no lipid body assembly. In contrast, QY07 cells expressing the active
 267 DGA2 in the same plasmid accumulated lcTAG and triggered lipid body assembly. All QY07
 268 strains produced acTAG and interestingly, QY07 expressing dDGA2 produced 2.1-fold ($P=0.04$)
 269 more acTAG than QY07 harboring an empty vector (**Fig. 4A, 4B and 4C**). We attempted an

analogous experiment with DGA1, using sequence alignments to predict active site residues, but this variant kept its TAG synthesis activity (**Supplementary Fig. 13**). While we cannot conclude that DGA1/2 activity is required for lipid body formation, our data suggests that acTAG do not functionally replace the presence of lcTAG in lipid body formation.

If lcTAG synthesis was necessary for lipid body formation, we were curious to discover if we could minimize DGA1/DGA2 activity and maximize the ratio of acTAG:lcTAG. We designed vectors to titrate expression of DGA1 or DGA2 using six promoters of varied strength (e.g., TEFp > FBAP > GPDp > GPATp > XPR2p > YAT1p)³⁷. Cultures of *Y. lipolytica* QY07 harboring one of the pY5NAT-‘promoter’-DGA1/DGA2 plasmids were grown for 120 hrs and their lipid content was assayed by LC-MS and confocal microscopy (**Fig. 4**). In general, DGA1 expression led to 2-9 times more lcTAG (**Fig. 4A and 4D**), and 1.5-4 times more acTAG accumulation than the corresponding DGA2 expressing strains (**Fig. 4B and 4E**). The trend of lipid content under control of different strength promoters is generally consistent between DGA1 or DGA2 expression. Titrating DGA1 or DGA2 expression using lower strength promoter GPATp increased lcTAG and acTAG production and achieved a higher acTAG to lcTAG ratio. Expressing DGA1 or DGA2 using higher strength promoter continued to increase lcTAG production but acTAG titer reached a plateau leading to reduced acTAG:lcTAG ratios. We used confocal microscopic imaging techniques to quantify an average fluorescence area per cells to estimate a mean lipid body size. Cells expressing DGA1 under control of TEFp, FBAP and GPDp had a lipid body size 1.7-, 2.2- and 1.4-fold larger than cells expressing DGA2, respectively (**Fig. 4C and 4F, Supplementary Table 2 and Supplementary Fig. 14**). To this end, our data suggest that DGA1 has a stronger effect than DGA2 for promoting LB formation and enhancing acTAG titers.

Combining beneficial mutations in production strains

Our exploratory experiments suggested two strategies for maximizing acTAG production 1.) maximize total acTAG titer and purify it away from other lipids, and 2.) minimize purification needs by designing strains to produce the highest ratio of acTAG:lcTAG. To test each strategy, we consolidated beneficial genetic changes to create production strains. First, starting with *Y. lipolytica* QY02, which accumulated the highest acTAG titer (with plasmid based ^{EUOal}DAcT expression) and substantial lcTAG in lipid bodies (**Fig. 3**), we created two engineered strains. In the first, we integrated a ^{EUOal}DAcT expression cassette into the QY02 chromosome generating strain QY08 (QY02, *IntC2::URA3-^{EUOal}DAcT-LEU2*). Second, we deleted GUT2 from QY08, generating strain QY09 (QY08, Δ GUT2) to determine if the deletion enhanced acTAG titer as it did in transitioning from strain QY04 to QY05. *Y. lipolytica* QY09 increased acTAG titer 2- and 2.4-fold relative to QY08 and QY02 harboring pY5NAT-URA3-^{EUOal}DAcT-LEU2 plasmid, respectively (**Fig. 5A and 5B**). Second, starting with *Y. lipolytica* QY07, which produces acTAG but not lipid bodies, we created six strains, named QY10 – QY15, by titrating DGA1 or DGA2 expression with weaker promoters (GPATp, YAT1p or XPR2p). Each engineered strain improved acTAG titer between 1.4- to 5.0-fold relative to the base QY07 strain (**Fig. 5C**). Strain QY10 produced the most lipid, but only 6% was acTAG. Strain QY14 produced the highest percentage (75%) acTAG, but with only a 3.0-fold increase over QY07. Of the two strategies, *Y. lipolytica* QY09 produced substantially more acTAG, achieving the highest titer with ~50% selectivity.

To benchmark acTAG production, we performed a discontinuous fed-batch in a stirred-tank bioreactor by feeding pulses of glucose media after cells reached high cell density. During the fed-batch fermentation experiment, 100 g/L total glucose and 10 g/L ammonium sulfate were bolus-fed to the media at 72 hrs and fermentation was terminated at 192 hrs when fed glucose was depleted. At 192 hrs, cells consumed total 180 g/L glucose (**Fig. 6A**), produced ~48 g/L dry cell

weight (**Fig. 6B**) and 12 g/L acTAG (**Fig. 6C**). This experiment generated the highest reported acTAG titer to date.

Production of acTAG from plant feedstock

Sustainable production of low-cost transportation fuels and lubricants will require the use of low-cost renewable feedstocks. Therefore, we investigated acTAG production from agricultural feedstocks, sugarcane juice, oilcane hydrolysate³⁸, and switchgrass hydrolysate³⁹ produced by the Center for Advanced Bioenergy and Bioproducts Innovation. Here, *Y. lipolytica* QY07 and QY09 were cultured in 90% (v/v) sugarcane juice or 50% (v/v) switchgrass hydrolysate with 0.1 M phosphate buffer for 120 hrs. The feedstock compositions are listed in **Supplementary Table 3**. Total lipid titers were quantified by measuring derivatized FAME using GC-FID. We estimated the acTAG titer based on the fraction of total lipid (50 and 97%) made by QY09 and QY07 determined by selected ion abundance using HPLC-MS, where cells were grown in defined media (**Fig. 5A, 5B and 5C**). After 120 hrs, QY07 strain consumed 27 g/L glucose and 23 g/L fructose in sugarcane juice, produced 15.6 g/L dry cell weight and 1.1 g/L acTAG, and QY09 strain consumed 27 g/L glucose and 23 g/L fructose in sugarcane juice, produced 15.5 g/L dry cell weight and 4.0 g/L acTAG (**Fig. 5D**). To enhance xylose utilization from hydrolysates, we constructed strain QY16 by integrating genes encoding a xylitol dehydrogenase, a xylose reductase and a xylulose kinase into the IntC3 loci of QY09 chromosome⁴⁰. QY16 could grow on xylose as the sole carbon source (**Supplementary Fig. 15**). To test acTAG production from hydrolysate, QY09 and QY16 strains were grown in 50% (v/v) switchgrass hydrolysate or 50% (v/v) oilcane hydrolysate for 120 hrs. At 120 hrs, QY09 strain consumed 30 g/L xylose and 45 g/L glucose from oilcane hydrolysate, produced 1.6 g/L acTAG and 19.2 g/L DCW. At 120hrs, QY16 strain consumed 30 g/L xylose and 45 g/L glucose from oilcane hydrolysate, produced 2.5 g/L acTAG and 24.1 g/L DCW. (**Fig. 5E**). However, both strains grew poorly on 50% switchgrass hydrolysate, barely consumed any sugars and produced marginal amount of acTAG.

To this end, we corroborated that our engineered strains can produce acTAG over 1 g/L from renewable plant biomass feedstocks.

Techno-economic analysis

To assist in evaluating the feasibility of our metabolic engineering strategies, we constructed a techno-economic model of acTAG production in BioSTEAM^{41,42}. The minimum selling price (MSP) of acTAG was evaluated across the yield, titer, selectivity, and productivity landscape for an oilcane biorefinery fermenting oilcane juice (OJ), and another fermenting both the oilcane juice and bagasse hydrolysate (OJH) (**Fig.7**). Overall, both configurations benefit more from improvements to yield than improvements to titer. Because the lipids and cell mass are mechanically separated from water, there was no need for distillation operations that are capital and utility intensive under low product titers. Discontinuities in the MSP slope across the titer and yield landscape are due to agile design requirements whereby a multi-effect evaporator was employed when a higher sugar concentration is required to achieve the specified titer while dilution water is used when a lower sugar concentration is required. Increasing the productivity decreases the MSP by lowering the number of fermentation reactors to achieve a given titer under the assumption that each fermenter volume can be maximally 3,785 m³ (**Supplementary Method 3**). Lastly, increasing the selectivity decreases the MSP of acTAG when the MSP is above the price of biodiesel (\$1,262 /MT). Conversely, if the MSP is above the price of biodiesel, increasing the selectivity further increases the MSP of acTAG.

Assuming a baseline fermentation performance based on the experiments conducted in this study (34% theoretical yield, 12 g/L titer, 50% acTAG selectivity, and 0.0625 g/L/h productivity), the OJ and OJH oilcane biorefineries would result in an MSP of \$3,163 and \$4,466 /ton (**Fig. 7A and 7B**), respectively, which are higher than the market price range of acTAG both as a food grade emulsifier (\$1,633–2,268 /ton)⁴³ and as a drop-in replacement for diesel #4 (\$145–225 /ton)⁴⁴.

Although fermentation-derived acTAG would be economically infeasible under the current state of fermentation technologies, fermentative lcTAG production has been shown reach a performance as high as 57% theoretical yield, 85 g/L lcTAG, and productivity of 0.73 g/L/h⁴⁵. Under a potentially feasible and industrially relevant fermentation performance target (55% theoretical yield, 30 g/L titer, 75 % acTAG selectivity, 0.7 g/L/h productivity), the OJ and OJH configurations would result in an MSP of \$1,075 and \$1,582 /ton, respectively (**Fig. 7A**), which is well below the market price range as a food emulsifier but above the market price range of diesel #4. Regardless of biorefinery performance, assuming that the price of oilcane is the same as sugarcane, the feedstock alone would contribute a production cost (\$541 /ton acTAG), which is larger than the market price of diesel #4. Processing oilcane to produce acTAG may become profitable as a food emulsifier but is unlikely to be profitable as a drop-in replacement for diesel #4 given historical price data. In conclusion, with further research and development on the fermentation yield, productivity, and selectivity, fermentation-derived acTAG may serve as a market-competitive emulsifier that can increase the profitability of an oilcane biorefinery and drive the production of sustainable biodiesel.

Methods

Strains, plasmids, oligonucleotides, and reagents

E. coli DH5 α was used as cloning host for plasmid construction. All *E. coli* and *Yarrowia lipolytica* strains were listed in **Supplementary data 2**. If not specified, *E. coli* was cultured in LB medium supplemented with required antibiotics (100 mg/L carbenicillin, 50 mg/L kanamycin, or 30 mg/L chloramphenicol) at 37°C and 250 r.p.m. *Y. lipolytica* PO1f (ATCC MYA-2613, MatA, leu2-270, ura3-302, xpr2-322, xpr-2) was used as the parental strain⁴⁶. QY04 and QY06R strains were used as hosts in bioprospecting experiments. QY09 strain was used in fed-batch fermentation experiments. QY16 strain was used in hydrolysate conversion experiments.

All plasmids used in the study are summarized in **Supplementary data 2**. Plasmid maps are available as **Supplementary data 3**. Oligonucleotide primers used in the study were annotated in the plasmid maps provided as **Supplementary data 3**. Genes encoding acTAG synthase homologs were designed and synthesized by the Joint Genome Institute (JGI). DNA encoding DGA2, dDGA2 (DGA2 H453A E454A), DGA1 and dDGA1 (DGA1 K377A R379A K379A E383A E387A E401A) were synthesized by IDT. Episomal plasmids pY5⁴⁷ or pY5NAT were used as shuttle vectors for cloning genes in *E. coli* and for expressing in *Y. lipolytica*. All plasmids were constructed by Gibson assembly cloning kits (New England Biolabs) or restriction enzyme digestion/ligation method⁴⁸. All cloned sequences and gene deletions were confirmed by colony PCR and Sanger sequencing performed by Functional Biosciences (Madison, WI).

“YPD” medium (10 g/L yeast extract, 20 g/L peptone and 20 g/L glucose) was used for regular culture of yeast strains. “YPD+Nat/HygB” containing 300 mg/L nourseothricin sulfate or 300 mg/L hygromycin B were used for selection of transformants with resistance gene cassettes. “YSC-LEU/-URA” medium, containing 20 g/L glucose, 1.7 g/L yeast nitrogen base without amino acids and ammonium, 5 g/L ammonia sulfate, and 0.77 g/L complete supplement mixture without uracil/leucine (CSM-URA/-LEU, MP), was used for selection of transformers auxotrophic to uracil/leucine. Yeast cells were cultured at 30°C and 250 r.p.m. in liquid media. Cell density (OD₆₀₀) was measured by a spectrophotometer (ThermoScientific). All chemicals and substrates were purchased from Sigma-Aldrich unless otherwise indicated.

Strain construction

In the functional characterization experiment, expression cassette TEFp-[^{EUOal}DAcT/^{EUOal}DGAT1]-CYCt-tub1p-HPH was randomly integrated into the PO1f chromosome⁴⁶. *Y. lipolytica* base strains QY01 through QY09 were constructed by sequentially deleting genes from strain PO1f. TGL3 and TGL4 deletion was performed by a markerless homologous recombineering-based method⁴⁹ yielding strains QY01 and QY02. To facilitate a

CRISPR/Cas9-based genome engineering approach⁵⁰, a *TEF1p-cas9-TEFt* cassette was integrated at the *IntB* loci of the QY02 chromosome. Deletions of DGA1, LRO1, GUT2, and DGA2 in *Y. lipolytica* QY02 were subsequently made by a CRISPR/Cas9 method, yielding strains QY03 - QY06, respectively. To select for specific guide RNAs, all potential gRNAs for a given gene were compared with all potential off-targets in the entire *Y. lipolytica* CLIB122 genome sequence using the online tool “CHOPCHOP”⁵¹ (<http://chopchop.cbu.uib.no/>). The initial QY06 strain grew very slowly, so it was serially passaged in YPD liquid media for 30 days (~300 generations) and an evolved strain, QY06R, was isolated from a single colony. To evaluate acTAG production, strains (PO1f, QY01 to QY05, and QY06R) were transformed with pY5-TEFp-^{EUOal}*DAcT*-Lip2t. Strains QY07 and QY08 were constructed by the CRISPR/Cas9 method to integrate the expression cassette *LEU2*-^{EUOal}*DAcT*-*URA3* at the *IntC2* loci in the chromosome of QY06R and QY02, respectively. Strain QY09 was constructed by knocking out *GUT2* in QY08. Strains used for evaluation of DGA1 and DGA2 function were constructed by transforming pY5NAT-‘TEFp’-‘*DGA1*’ or pY5NAT-‘TEFp’-‘*DGA2*’ in strain QY07.

To vary the expression levels of DGA1 and DGA2, the promoters of GPAT, GDP, FBA, XPR2 and YAT1 were amplified from PO1f genomic DNA and cloned upstream of each ORF. Strains QY10 - QY15 were constructed by integrating a DGA1 or DGA2 expression cassette at *IntE3* loci of QY07 chromosome. To enable xylose catabolism, strain QY16 was constructed by integrating a xylitol dehydrogenase (YALI1_E15452g), a xylose reductase (YALI1_D09870g) and a xylulose kinase (YALI0F10923) at *IntC3* loci of the QY09 chromosome.

***Y. lipolytica* cultures for acTAG production**

A single colony of *Y. lipolytica* was inoculated into 5 mL of defined liquid medium (0.77 g/L CSM or CSM-LEU or CSM-URA-LEU, 1.7 g/L yeast nitrogen base without amino acids and ammonium sulfate, 10 g/L ammonium sulfate, 80 g/L glucose, 100 mM phosphate buffer and

antibiotics as needed) in a 15 mL test tube. Cultures were incubated at 30 °C and 250 r.p.m. for 24 h. Experimental cultures (50 mL media in a 250 mL baffled shake flask) were inoculated from the pre-culture to at an initial OD₆₀₀ of 0.2. Production cultures were incubated at 30°C and 250 r.p.m. for at least 96 hrs.

Sugarcane juice and oilcane hydrolysate were obtained from Dr. Vijay Singh of the Center for Advanced Bioenergy and Bioproducts Innovation and switchgrass hydrolysate was obtained from Great Lakes Bioenergy Research Center. After acquisition, sugar sources were sterilized using 0.22 µm filter and stored in -20°C prior to experimental use. Sugarcane juice media contains 90% v/v sugarcane juice and 100 mM phosphate buffer. The hydrolysate media contains 50% v/v oilcane/switchgrass hydrolysate, 10 g/L ammonium sulfate, 100 mM phosphate buffer, 1.7 g/L yeast nitrogen base w/o amino acids and ammonium sulfate and 0.77 g/L CSM. As described for defined media experiments, an overnight culture in YPD media was inoculated into 50 mL undefined media in a 250 mL baffled shake flask at an initial OD₆₀₀ of 0.2-0.5. Production cultures were grown at 30°C and 250 r.p.m. for at least 96 hrs.

Bioreactor fermentations experiments were performed using the aforementioned defined media. The bioreactor seed train was produced as follows: a single colony was inoculated into 5 mL YPD media in a test tube, cultures were incubated at 30 °C and 250 r.p.m. overnight, and used to inoculate to 50 mL media in a shake flask at an initial OD₆₀₀ of 0.2. Shake flask cultures were grown for 24 h at 30 °C and 250 r.p.m. The shake flask seed culture was used to inoculate to 0.5 L media in a bioreactor at an initial OD₆₀₀ of 0.5. During fermentation, dissolved oxygen was maintained at 20% of maximum by varying rotor speed between 250 r.p.m and 1,000 r.p.m. with a constant air input flow rate of 2.0 L/min, pH was maintained at 5.5 or above with 2 M NaOH, and temperature was maintained at 30 °C. Samples (5-10 mL) were taken every 24 hrs, and

fermentation lasted 6-7 days. We ran multiple fermentations with suboptimal conditions before settling on the above parameters. Feeding solutions were prepared containing 500 g/L glucose, 0.1 M phosphate buffer, and 1.7 g/L yeast nitrogen base w/o amino acids and 32 g/L ammonium sulfate (maintain same C/N ratios as batch fermentation).

Quantification of sugar consumption

Glucose, sucrose, xylose, and fructose were quantified on an HPLC (Shimadzu) equipped with an autosampler, quaternary pump, degasser and a refractive index detector. 1 mL fermentation broth samples were prepared by centrifuging at $15,000 \times g$ and filtering the supernatant through a 0.22 μm membrane filter. For each sample, 10 μL was injected and separated for 25 min on a Restek Organic Acids column with a mobile phase of 5 mM H_2SO_4 at a flow rate of 0.6 mL/min. Standards (manufacturer) were run at the following concentrations to generate a peak area-based standard curve: 100, 50, 25, 10, 5, 1 g/L.

Confocal microscopy

To harvest, one OD-mL of culture was spun down at $1,000 \times g$ for 3 min and resuspended in 500 μL phosphate-buffered Saline solution (PBS). In brief 6 μL of 1 mM Nile red (dissolved in DMSO) was added and then cells were incubated in the dark at room temperature for 15 min. Cells were spun down at $1,000 \times g$ for 3 min, resuspended in 800 μL ice cold water, spun down again and resuspended again in 800 μL ice cold water. 2-5 μL stained cells were plated on slides and air dried fixed. Fixed cells were washed one time with 1 mL PBS. Cells were air dried on the slides and fixed with 4% PFA (Paraformaldehyde). After washed three times with PBS, cells were mounted with ProLong Gold antifade reagent (Invitrogen, Waltham, MA). Images were acquired on Nikon A1RS HD Confocal microscope (100 $\times$ oil objective).

Quantifications of dry cell weight and lipids

In general, lipid extraction followed the Folch protocol with minor modification⁵². Specifically, 0.5 mL cell cultures were spun down at 4,500 $\times g$ for 5 min in glass tubes and cell pellets were resuspended in autoclaved milliQ H₂O. We repeated the centrifuge and wash steps and cell pellets were frozen at -80°C for at least 30 min prior to being lyophilized overnight using a Labconco lyophilizer (Kansas City, MO). Dry cell weight was calculated by dividing measured dry cell weight (e.g. weight of glass + cells – weight of glass alone, mg) over total cell volume (e.g. 0.5 mL). 1-5 mg dried cell pellets were used for lipid extraction. Next, 50 μ L internal standards 2.5 mg/mL triheptadecanoin, 5 mL MeOH/chloroform (v/v 1:1) and ~500 μ L glass beads were added into each tube and vortexed at 1,500 r.p.m. for 30 min. Then, 2.5 mL milliQ H₂O was added to each tube and samples were vortexed 2 min at 1,500 r.p.m. Samples were centrifuged at room temperature and 1,000 $\times g$ for 10 min. Cell debris and aqueous phase were aspirated and chloroform layer was saved. Chloroform solvent was removed by evaporation using a Thermo Scientific speedvac (Waltham, MA) to leave lipid pellets at the bottom of the tube. For HPLC-MS analysis of intact acTAG, 500 μ L MeOH were added to resuspend lipids. For quantification, acTAG were derivatized to fatty acyl methyl esters. 500 μ L HCL-MeOH solution was added and the reaction was performed in a 50°C water bath for 12 hrs. Next, 1 mL hexane and 5 mL 100 mg/mL NaHCO₃ was added to terminate and neutralize each reaction. The samples were vortexed for 5 min at 1,500 r.p.m. and centrifuged at 1,000 $\times g$ and room temperature for 10 min. The hexane layers were carefully collected and used for GC-FID analysis. Fatty acyl methyl esters were separated using an Agilent RTX-5 column and were quantified by comparing GC-FID peak areas against standard curves prepared with commercial standards^{53,54}.

LC-MS analysis was carried out on a Vanquish UPLC coupled by an electrospray ionization source operating in positive mode to a Q Exactive Orbitrap high-resolution mass spectrometer (ThermoScientific)⁵⁵. Chromatographic separation of lipid samples resuspended in methanol

occurred on a 2.1x100 mm ACQUITY UHPLC CSH (charged surface hybrid) C18 column with 1.7 μm particle size (Waters) heated to 50°C. Solvent A was 70:30 acetonitrile:water with 10 mM ammonium acetate and 250 $\mu\text{L/L}$ acetic acid; solvent B was 90:10 isopropanol:acetonitrile with 10 mM ammonium acetate and 250 $\mu\text{L/L}$ acetic acid. A flow rate of 0.3 mL/min and the following gradient were used for separation: 0-2 min, 2% B; 2-5 min, linear gradient from 2 to 30% B; 5-22 min, linear gradient from 30 to 99% B; 22-29 min, 99% B; 29-30 min, linear gradient from 99 to 2% B; 30-35 min, 2% B.

The mass spectrometer was used to collect both full-MS and MS2 spectra using a data-dependent acquisition method (full MS-ddMS2). Full MS parameters were a scan range of 240-1,600 m/z, automatic control gain (ACG) target of 3×10^6 , maximum injection time (IT) of 100ms, and a resolution of 70,000 full width at half maximum (FWHM). MS2 parameters were ACG target of 5×10^5 , maximum IT of 80 ms, minimum ACG target of 8×10^3 , isolation window of 1.4 m/z, resolution of 35,000 FWHM, loop count of 5, and stepped nominal collision energy (NCE) of 30, 40. Phosphatidylglycerol (PG, 16:0,16:0) was identified in the adduct form of $[\text{M}+\text{NH}_4]^+$ at m/z 740.5436⁵⁵. Each acTAG/lcTAG species was validated at the expected m/z of the parent $[\text{M}+\text{NH}_4]^+$ adduct. acTAG/PG or lcTAG/PG of peak area ratios were calculated to estimate the abundance of each lipid given the corresponding fatty acid content calculated from FAME analysis.

Techno-economic analysis

Two oilcane biorefinery configurations for the production of acTAG were developed in BioSTEAM^{41,42}: (i) a conventional sugarcane biorefinery and (ii) a lignocellulosic switchgrass biorefinery using ammonia fiber expansion pretreatment (AFEX) (**Supplementary Fig. 16-19**). Based on data from the Center for Bioenergy and Bioproducts Innovation, 40% of the vegetable oil can remain in the bagasse after juicing and 70% of this oil can be extracted downstream after

pretreatment and hydrolysis. Therefore, the OJ configuration represents a low cost and low oil recovery installation compared to the OJH configuration. Given that no industrial production process for fermentation-derived acTAG currently exists, the biorefinery models developed in this study are preliminary designs for the conceptual production of acTAG. Both biorefineries produce acTAG, biodiesel, and excess electricity from burning biomass residue. The lipids are extracted by first centrifuging out the lipids in solution and the cell mass from the fermentation broth. Then, a drier reduces the cell mass moisture content to 18% and a screw press is used to extract 70% of the lipids contained in the cell mass⁵⁶. The lipid is then washed and vacuum dried to remove any impurities. The dried lipid is dry fractionated following the design of conventional dry fractionation of olein and stearin from palm kernel oil, whereby the stearin is crystallized from the melt and separated by a membrane pressure filter⁵⁷ (**Supplementary Fig. 18**). The melt fraction containing 90% acTAG is sold. The solid fraction with polar lipids (PL), free fatty acids (FFA), acTAG, and lcTAG is remelted, pretreated, and transesterified to produce biodiesel⁵⁸. General techno-economic parameters follow the assumptions by NREL's detailed design report for a corn stover biorefinery, including modeling of specialized equipment, capital cost correlations, prices, plant size, and operation⁵⁹. The cellulase mixture is purchased at a concentration of 50 g/L and a price of 0.424 \$/kg. The price of cellulase is the production cost for the on-site cellulase production process modeled by NREL⁵⁹. Feedstock compositions are listed in **Supplementary Tables 4 and 5**. Detailed bioreactor design and specifications are listed in **Supplementary Tables 6 and 7**. Assumptions on the dry fractionation process are listed in **Supplementary Table 8**. Capital and operating costs are listed in **Supplementary Tables 9, 10, and 11**. Additional discussion and details on the production process and accessing the biorefinery models are available in **Supplementary Method 3**.

While no markets have yet been established for acTAG produced by fermentation, their low viscosity can enable their use as a drop-in replacement for diesel #4, which is used in low to medium speed diesel engines¹². The average market price for diesel #4 between 2000–2004 is listed as \$145–225 /ton by the U.S. Energy Information Administration⁴⁴ (assuming a density of 0.9 kg/L). Retail prices for diesel #4 after 2004 are withheld by the EIA to avoid disclosure of individual company data. Fermentation derived acTAGs may also potentially serve as a food grade emulsifier, as acetylated mono- and diglycerides (i.e. ACETEM) are widely used for that purpose¹³. A preliminary survey of current selling prices for acetic acid esters of mono and diglycerides shows a market price range of \$1633–2268 /ton⁴³ (**Supplementary Method 3.4**). The plant capacity for acTAG production in this work (maximally 0.09 million ton/yr) is well within the reported U.S. demand for diesel #4 (~50.4 million ton/yr in 2017)⁴⁴ as well as for food emulsifiers (projected to be ~1.4 million ton/yr in 2028)⁴³.

Statistical analysis

Each experiment was conducted with independently a minimum of three biological replicates. All data represent the mean $\pm$ s.d. of biological replicates. Standard deviation and *P* value were obtained using Microsoft Excel version 365 Apps for enterprise. *P* values were analyzed based on student two-tailed t-test assuming unequal variances.

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Author contributions

QY: Conceptualization, Investigation, Data curation, Writing - original draft, Writing - review & editing. TBJ and DA: Investigation, Writing - review & editing. WTC and FVG: Investigation, Writing - review & editing. ZY and EVS: Investigation, Writing - review & editing. YC, and JSG: Investigation Writing - review & editing. SH, SSB, JRV and REO: Investigation. BFP: Conceptualization, Writing - original draft, Writing - review & editing, Supervision, Funding acquisition.

Competing interest

Authors declare that they have no competing interests.

Data availability

All data needed to evaluate the conclusions in the paper are present in the paper and/or the Supplementary Materials or Source Data.

Code availability

All data needed to evaluate the conclusions in the paper are present in the paper and/or the Supplementary Materials or Source Data.

Figures and Tables

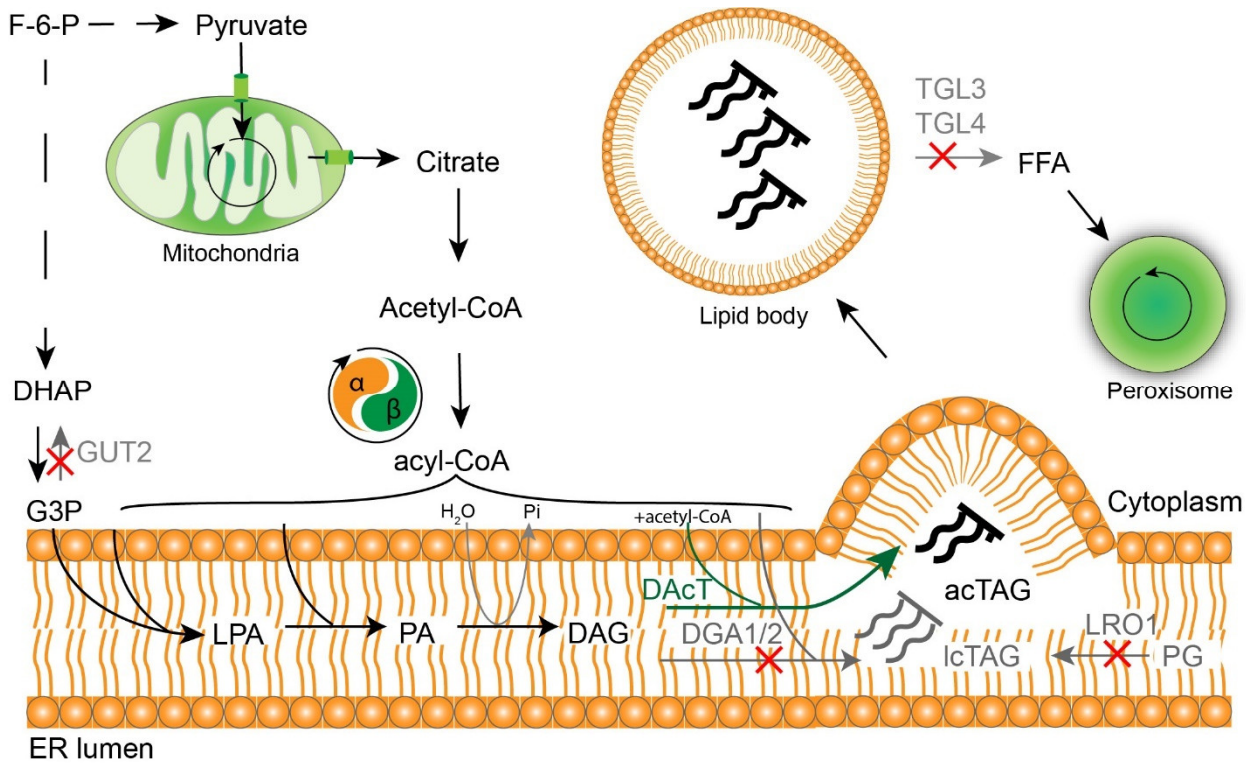


Fig. 1. Schematic of metabolic engineering strategies for acTAG production in *Y. lipolytica*.

In yeast, the Kennedy pathway synthesizes long chain triacylglycerol (lcTAG) for incorporation into lipid bodies. Fatty acid biosynthesis generates long-chain acyl-CoAs that are transesterified with hydroxyl groups present in a glycerol moiety. The first transesterification takes place at the *sn*-1 position of glycerol-3-phosphate (G3P) to generate a lysophosphatidic acid (LPA). LPA undergoes a second transesterification at the *sn*-2 position, yielding a phosphatidic acid (PA) followed by a dephosphorylation at the *sn*-3 position to yield a diacylglycerol (DAG). DAG is the substrate for the final transesterification at the *sn*-3 position with either acyl-CoA, yielding a lcTAG, or acetyl-CoA, yielding an acTAG. As neutral lipids accumulate and coalesce within the ER bilayer, a lens-like structure forms ultimately leading to budding of a nascent lipid body into the cytoplasm. To enhance acTAG production, we deleted genes (symbolized by red cross) encoding enzymes that compete with acTAG flux. DGAT1, DGAT2, and LRO1 were deleted to prevent lcTAG formation. TGL3 and TGL4 were deleted to prevent consumption of neutral lipids. GUT2 was deleted to reduce G3P consumption. To produce acTAG, alternative synthases (DAcT) were heterologously expressed. Abbreviations: diacylglycerol (DAG), free fatty acid (FFA), glycerol-3-phosphate (G3P), lysophosphatidic acid (LPA), phosphatidylglycerol (PG), triacylglycerol lipase (TGL3 and TGL4), 1,2-diacylglycerol acyl-CoA transferase (DGA1 and DGA2), phospholipid acyl-CoA transferase (LRO1) glycerol-3-phosphate dehydrogenase (GUT2).

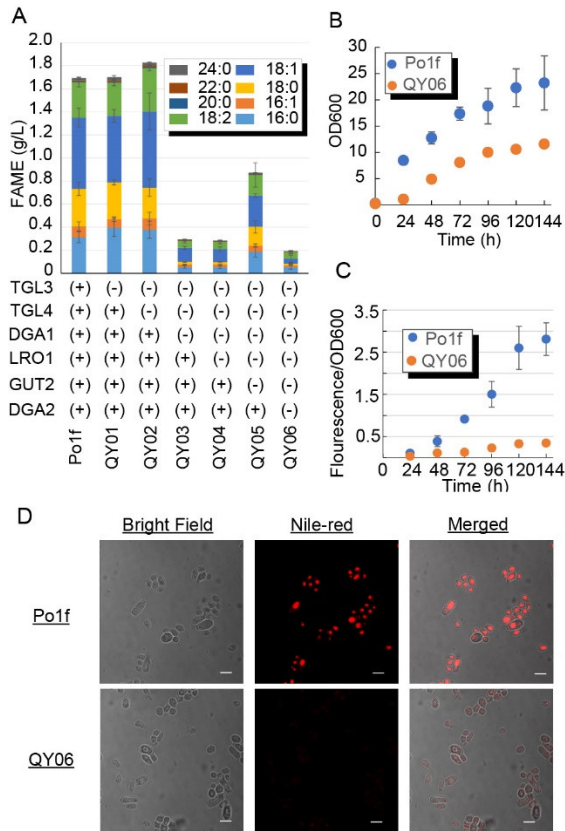


Fig. 2. Engineering strains to delete pathways that compete with acTAG flux. A) Titer of fatty acid methyl esters (FAME in g/L) derivatized from lipid extracts of cultures at 120 hrs. Deletions present in each strain are listed below the barchart, see **Fig. 1** for gene names. Acyl-chain lengths are sorted by color. B) Measurement of OD₆₀₀ during cell growth at 24 hrs interval. C) Nile red fluorescence intensity/OD₆₀₀ of stained cells sampled every 24 hrs. All data presented are the mean $\pm$ s.d. of biological replicates. (n=3 biologically independent samples) D) Confocal microscopic images of nile red stained cells at 120 hrs, 100 $\times$ immersion oil. Cells were grown in YSC liquid media containing 80 g/L glucose at 30°C and 250 r.p.m. for 120 hrs.

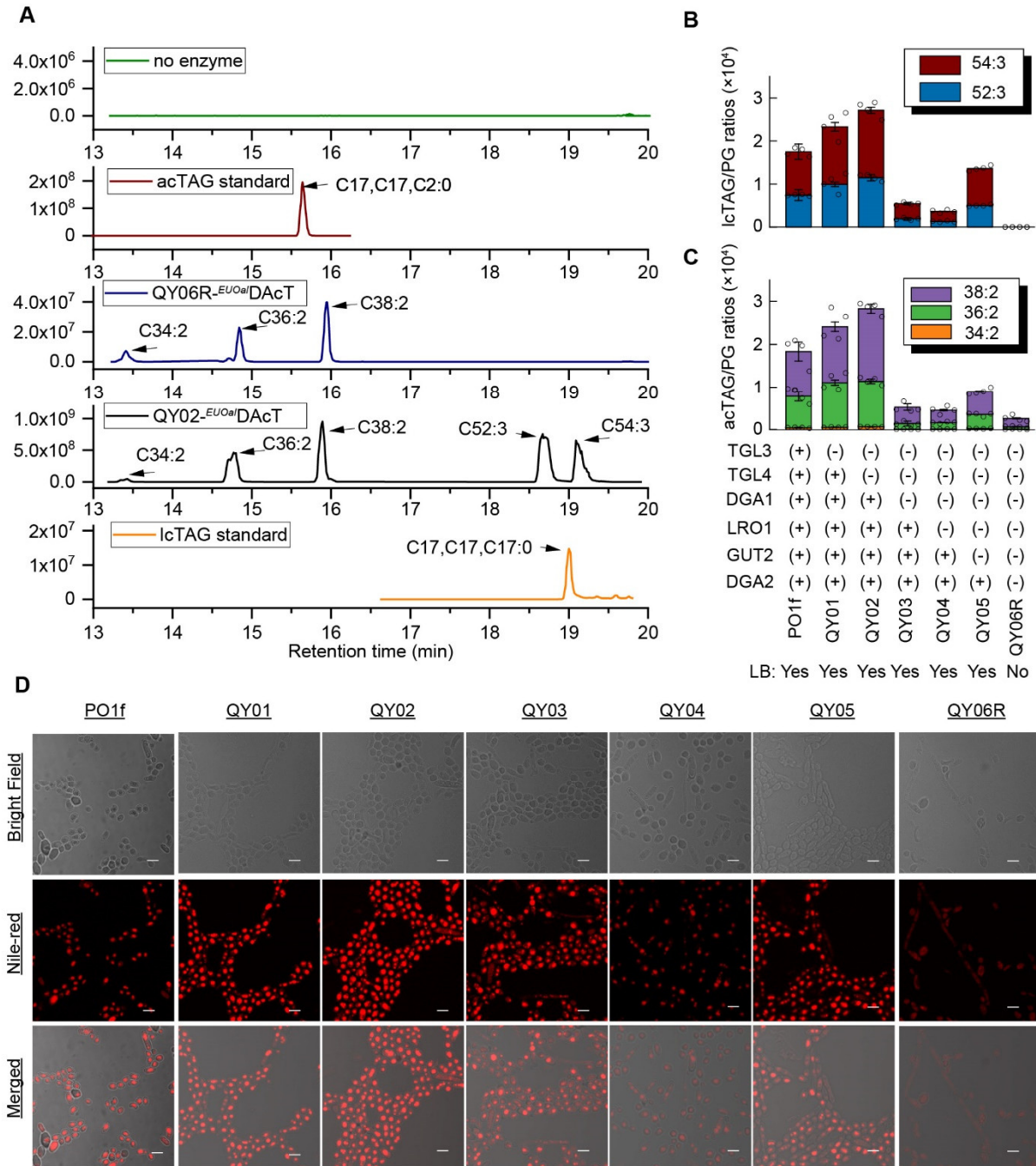


Fig. 3 Effect of the presence of lipid body on acTAG production. A) Extracted ion chromatogram of acTAGs and lcTAGs using HPLC-MS. 1,2-heptadecanoyl-3-acetyl triglyceride and lcTAG standard triheptadecanoin were used as external acTAG or lcTAG standard, respectively. acTAG molecules were identified in the adduct form of $[M+NH_4]^+$ at m/z 624.52, 652.55 and 680.58 within a difference of 0.002 ppm. B) Quantification of ratios of lcTAG selected ion abundance to Phosphatidylglycerol (PG, 16:0,16:0) selected ion abundance is used to approximate relative lcTAG production per dry cell weight. C) Quantification of ratios of acTAG selected ion abundance to Phosphatidylglycerol (PG, 16:0,16:0) selected ion abundance to approximate relative acTAG production per dry cell weight. D) Confocal microscopic image of Nile red stained cells at 120 hrs. Scale bar represented 10 μ m. Cells PO1f, QY01-05 and QY06R harboring pY5-*EUOal*-DAcT plasmid were grown in YSC-LEU liquid media containing 80 g/L glucose at 30°C and 250 r.p.m. for 120 hrs. All data presented are the mean $\pm$ s.d of biological replicates. (n=4 biologically independent samples).

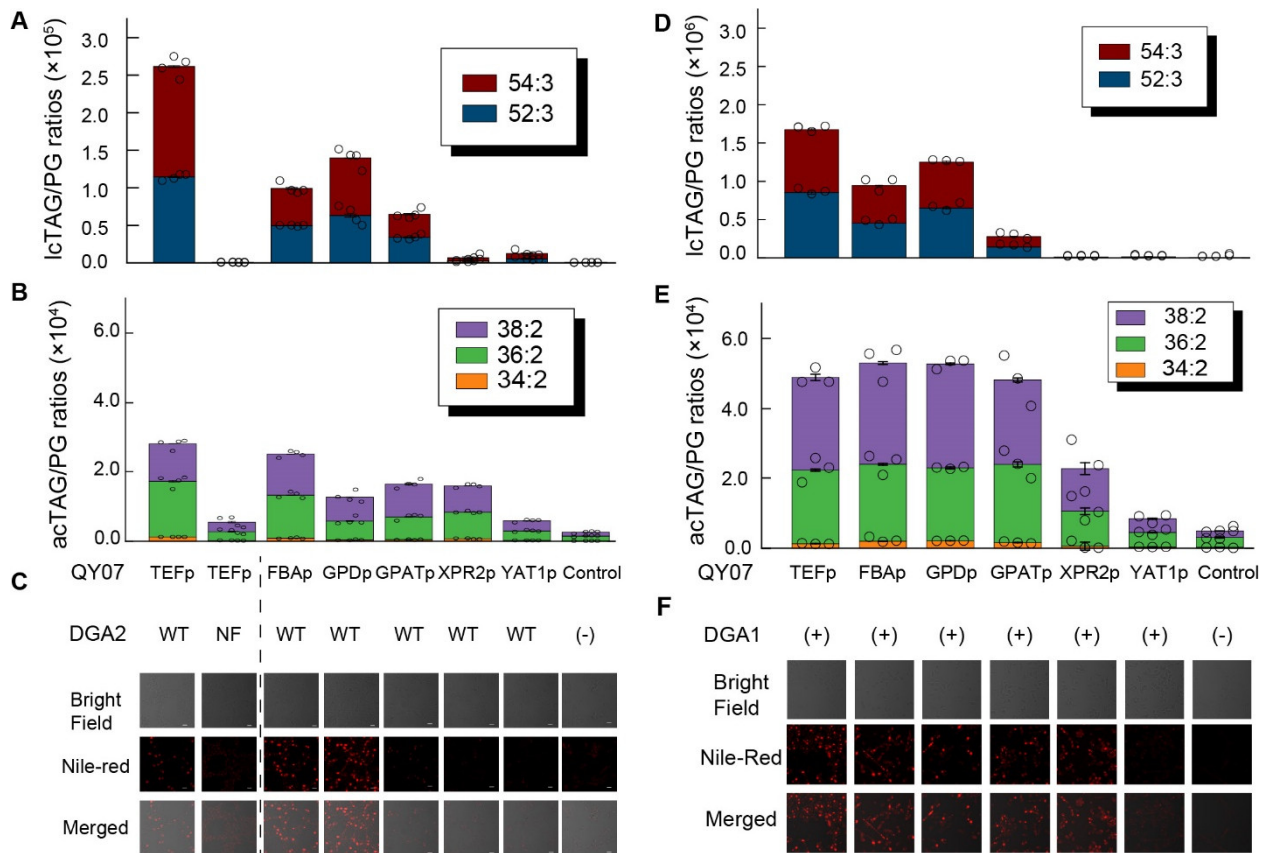


Fig. 4. Effect of DGA1 and DGA2 functions on acTAG production. A) lcTAG/PG ratios of selected ion abundances. B) acTAG/PG ratios of selected ion abundances. C) Confocal microscopic images of Nile red stained cells at 120 hrs. Scale bar represents 10 μ m. (n=4 biologically independent samples) D) lcTAG/PG ratios of selected ion abundances. E) acTAG/PG ratios of selected ion abundances. F) Confocal microscopic images of Nile red stained cells at 120 hrs. Scale bar represents 10 μ m. Cells were grown in YSC liquid media containing 80 g/L glucose, 0.1 M phosphate buffer and 300 mg/L Nat at 30 °C and 250 r.p.m. for 120 hrs (n=3 biologically independent samples). All data represent the mean $\pm$ s.d. of biological replicates. Control refers to a strain harboring an empty vector.

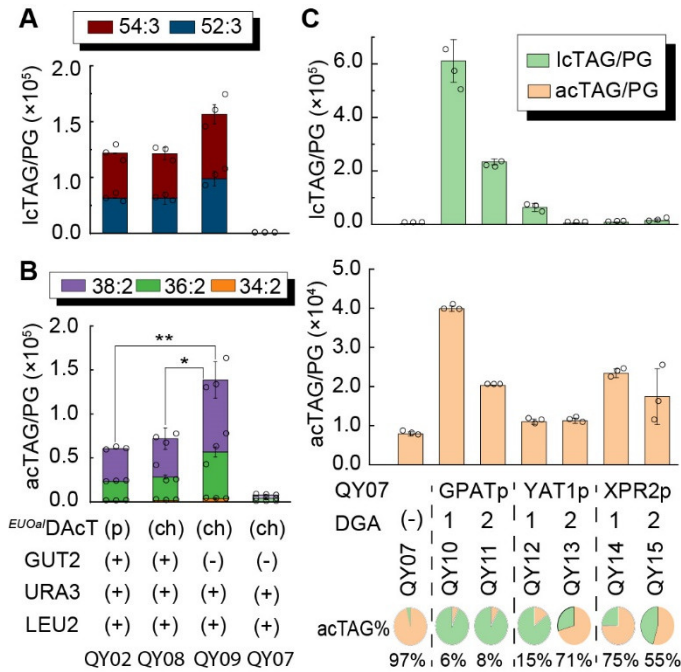


Fig. 5 Integrating metabolic engineering strategies to maximize acTAG production. A) lcTAG/PG ratios of selected ion abundances. B) acTAG/PG ratios of selected ion abundances. $*P = 0.01$ and $**P = 0.008$ were analyzed based on student two-tailed t-test assuming unequal variances. (n=3 biologically independent samples) C) acTAG/PG and lcTAG/PG ratios of selected ion abundances (n=3 biologically independent samples). Cells were grown in YSC liquid media containing 80 g/L glucose and 0.1 M phosphate buffer at 30°C and 250 r.p.m. for 120 hrs. All data represent mean $\pm$ s.d. of biological replicates.

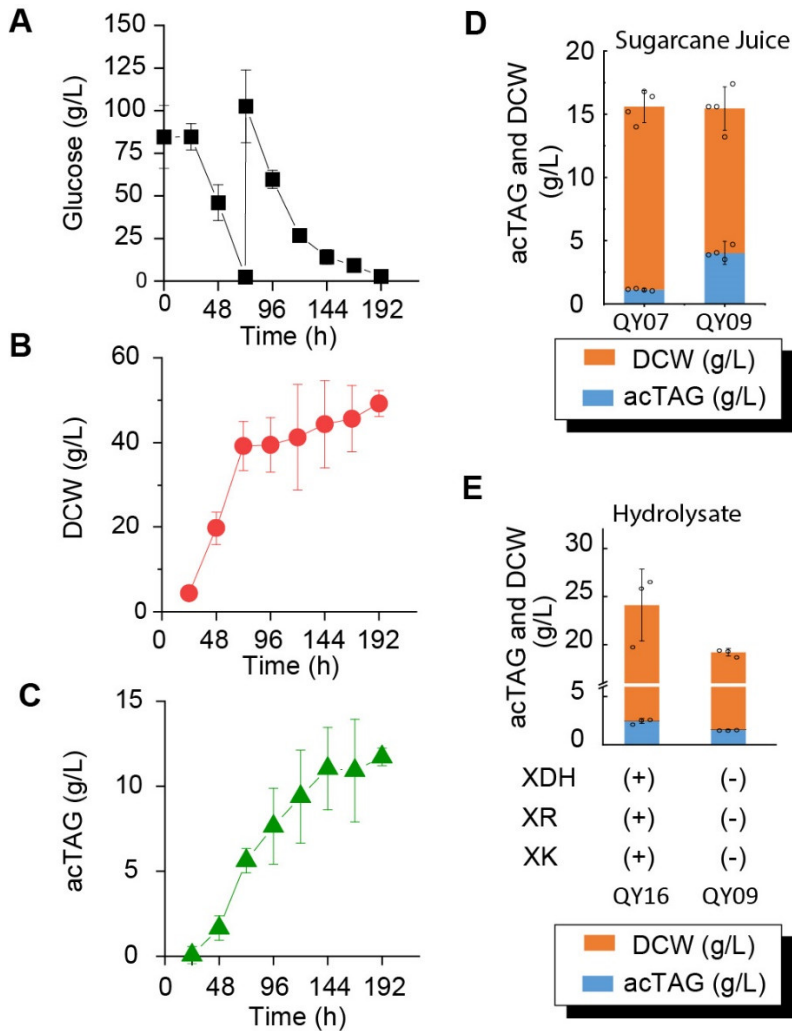


Fig. 6. Fed-batch fermentation for acTAG production Timecourse of (A) glucose consumption (g/L) biomass formation (dry cell weight g/L) and (C) acTAG volumetric titer (g/L) measured during a fed-batch culture of *Y. lipolytica* QY09. The acTAG titer (g/L) was calculated by multiplying the total measured FAME (g/L) by the fraction of acTAG selected ion abundance in acTAG + lcTAG selected ion abundance (e.g., 55%). The fed-batch was performed with YSC media containing 80 g/L glucose and 0.1 M phosphate buffer at 30°C, pH 5.5, and DO 20%. At the 72 hr mark, 100 g/L total glucose were bolus-fed to the media at 72 hrs. (D) acTAG (g/L) and cell biomass (DCW, g/L) produced from sugarcane juice (n=4 biologically independent samples). (E) acTAG (g/L) and cell biomass (DCW, g/L) produced from oilcane hydrolysate (n=3 biologically independent samples). Notably, the intracellular acTAG titer (g/L) from QY07 and QY09 were calculated by multiplying total FAME amount (g/L) and percentiles of acTAG selected ion abundance (e.g., 97% and 50%, respectively). Cells were grown in sugarcane juice liquid media or 50% (v/v) oilcane hydrolysate containing 0.1 M phosphate buffer at 30°C and 250 r.p.m. for 120 hrs. All data represent the mean $\pm$ s.d. of biological triplicates.

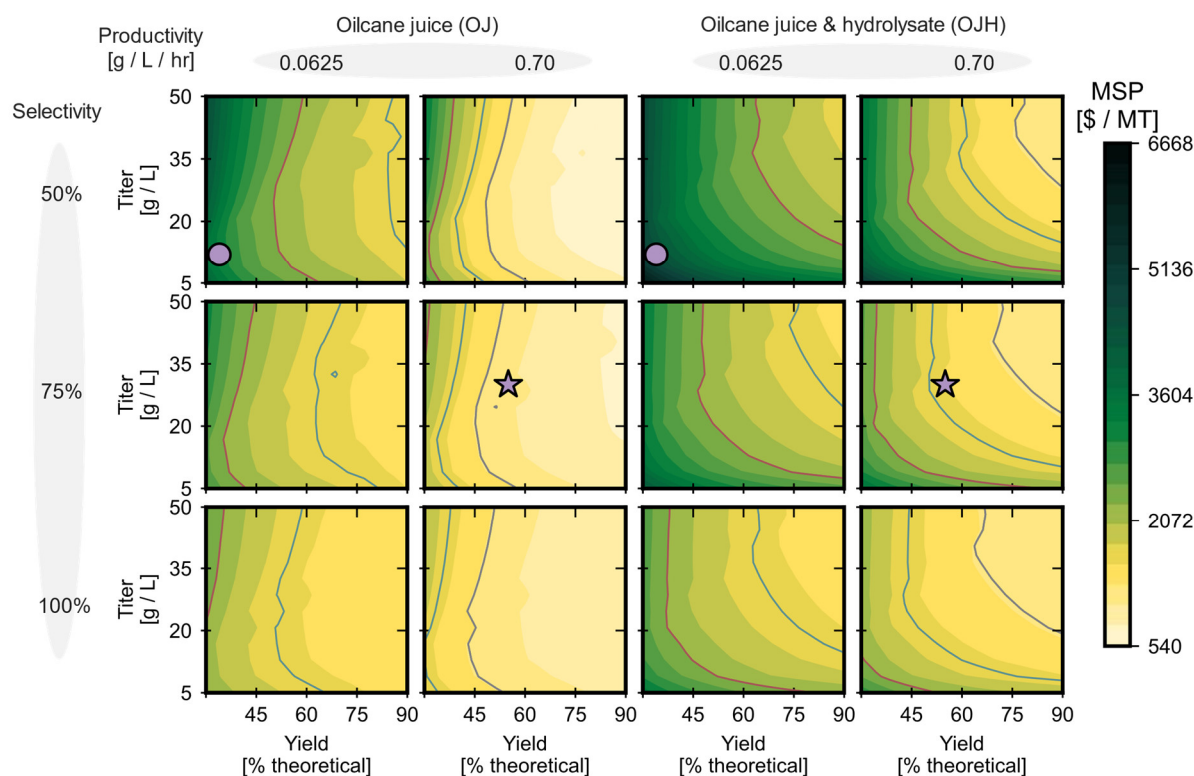


Fig. 7. Contours plot of the MSP of acTAG across yield in % theoretical of glucose consumption and titer in g/L for selectivity of 50, 75, and 100% acTAG (top, middle, and bottom rows; respectively) and productivities of 0.0625 and 0.7 g/L/h for both the OJ and the OJF biorefineries (left two and right two columns; respectively). The red and blue contours represent the lower and upper bounds of the market price food-grade emulsifiers (\$1,633–2,268 /ton). The grey contour represents the price of biodiesel. The purple circles represent the baseline scenario (conservative assumptions on fermentation performance; 34% theoretical yield, 12 g/L titer, 50% acTAG selectivity, and 0.0625 g/L/h productivity), and the stars represent a potential target scenario (industrially relevant assumptions on fermentation performance; 30 g/L, 75 % acTAG selectivity, 55% theoretical yield, 0.7 g/L/h productivity).