# 1 Title Page

Title: Dynamic predictive templates in perception

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## <sup>1</sup> 2 Summary

False alarms occur when participants report a signal that was not presented. Hallucinations reflect perceptual experiences that unfold in the absence of an external cause. To serve as an experimental proxy for hallucinations, false alarms must meet two criteria: First, false alarms should not only reflect erroneous reports of a signal, but represent perceptual states that are characterized by specific contents. Second, false alarms should occur on a timescale compatible with the temporal dynamics of hallucinations. In this work, we combined a classification image approach with Hidden Markov Models to show that false alarms can match the perceptual and temporal characteristics of hallucinations. We asked healthy human participants to discriminate difficult-to-detect visual stimuli from noise, and found 10 that false alarms were more likely to occur during an internal mode of sensory processing, 11 a minute-long state of the brain during which the content of perception is strongly biased toward previous experiences. Our results suggest that hallucinations are driven by dynamic predictive templates that transform noise into transient, recurring, coherent, and meaningful perceptual experiences. 15

## 3 Results

Hallucinations are vivid and transient experiences of objects, such as images or sounds, that occur in the absence of a corresponding stimulus<sup>1–7</sup>. These phenomena occur across a wide spectrum of neuropsychiatric disorders, but are particularly characteristic of schizophrenia, a severe and chronic mental health condition typically associated with repeated episodes of psychosis<sup>6,8,9</sup>.

To better understand the computational and neural mechanisms of hallucinations, cognitive neuroscience has primarily focused on experiments that induce false alarms (FA) in healthy

 $_4$  participants  $^{1-5,7}$ , psychosis prone individuals  $^{1,3,4}$ , and patients diagnosed with schizophrenia  $^5$ .

- FAs occur when participants make decisions about difficult-to-detect stimuli, and report the presence of a signal that was, in fact, not presented.
- $_{27}$  Previous studies have shown that FA become more likely when people expect the presence
- of a stimulus. In line with this idea, FAs can be induced via cross-modal conditioning<sup>1,3–5</sup>
- <sup>29</sup> and manipulations of signal probability<sup>7</sup>. A number of empirical findings indicate that
- such conditioned FAs may provide a window into the neural mechanisms of hallucinations:
- <sup>31</sup> Conditioned FAs are more frequent in hallucination-prone individuals<sup>1–4,7</sup> and patients
- diagnosed with schizophrenia<sup>5</sup>. Moreover, they can be triggered by dopamine<sup>7</sup>, an established
- molecular endophenotype of schizophrenia<sup>10</sup>, as well as by ketamine<sup>7</sup>, a NMDA-receptor
- <sup>34</sup> antagonist that elicits psychotic symptoms<sup>11</sup>.
- 35 However, one of the most important limitations in the current state-of-the art is that FAs
- are, at heart, reports. What remains to be established is whether FAs are accompanied
- 37 by perceptual experiences. Even though hallucinations have varying phenomenological
- properties across the disorders in which they occur, and may reflect unstructured noise-like
- 39 percepts, particularly at early stages of psychotic illness, they are typically associated with
- specific perceptual contents that have meaning to the afflicted individual 12-14. Moreover,
- the focus on behavioral reports has led previous studies to investigate FAs at the level
- of individual stimulus presentations within signal detection experiments<sup>1,7</sup>. This assumes
- 43 that the underlying mechanisms are isolated events that depend, at least in part, on an
- experimental intervention  $^{1,3-5,7}$ , trait  $^{1-5,7}$  or diagnosis  $^5$ . Hallucinations, by contrast, are
- neither momentary nor constant, but typically unfold as coherent and transient experiences
- over the course of seconds, minutes or hours 15,16.
- 47 Here, we present a novel paradigm that can help to determine whether FAs share the
- 48 perceptual and temporal characteristics of hallucinations. First, we use a classification image
- <sup>49</sup> approach<sup>17</sup> to show that FAs cannot be reduced to behavioral reports, but occur when the
- 50 external sensory input matches the features of an internal predictive template that is defined

by a specific perceptual content (criterion 1). Second, we apply Hidden Markov Models<sup>18</sup> (HMMs) to show that FA, and the underlying predictive templates, are linked to recurring minute-long intervals of internal mode processing, a state of the brain during which the content of perception is strongly biased toward previous experiences (criterion 2).

### 55 3.1 Criterion 1: The perceptual quality of FAs

According to Bayes theorem, alarms (P(signal|input)) become likely when people expect to see a signal (P(signal), prior), and when the features of a noisy input are compatible with the expected signal (P(input|signal), likelihood). In natural environments, where the recent past is a predictor of the near future, previous stimuli may induce expectations about what is likely to be perceived next<sup>19,20</sup>. This generates predictive templates that integrate experiences over time<sup>21</sup>  $(P(signal|input) = P(signal) \times P(input|signal))$ , giving rise to the phenomenon of perceptual serial dependence<sup>22–26</sup>.

Predictive templates may improve the interpretation of noisy but predictable sensory inputs<sup>21,27</sup>. When overly strong, however, predictive templates lose their adaptive function and may cause people to experience spurious signals in noise (P(signal|noise)). With respect to the study of hallucinations, the critical question is whether FAs are driven solely by signal expectations (P(signal), prior), in which case they may just be behavioral responses without any perceptual quality, or if they also depend on the compatibility of the noise with the expected signal (P(noise|signal), likelihood). The latter case would indicate that FAs are accompanied by perceptual experiences with a specific content.

To test the contribution of prior and likelihood to FAs, we analyzed data from 22 participants who judged whether close-to vertical gratings (signals) were present (alarms) or absent (rejections) in white noise image (Figure 1A). The alarm rate depended on three factors: the contrast of the signal at the current trial  $(4.38 \pm 0.07, z = 60.76, p < 2.2 \times 10^{-308})$ , the contrast of the signal at the preceding trial  $(0.11 \pm 0.03, z = 4.33, p = 1.5 \times 10^{-5})$ , Figure

- 2), and the relative power of the current noise image at close-to-vertical orientations (60 to 120 degrees), relative to the total power over all orientations (0.1  $\pm$  0.01, z = 8.97, p = 2.9  $\times$  10<sup>-19</sup>, Figure 1B).
- This confirms that FAs were driven by predictive templates: FAs were more likely when the stimulus presented at the preceding trial induced a strong signal expectation (P(signal)), and when the sensory noise at the current trial matched the features of the expected signal (P(noise|signal)). To visualize these predictive templates, we subtracted the noise power at rejection trials from the noise power at alarm trials (Figure 3). The resulting classification images<sup>17</sup> revealed a noise power peak at close-to-vertical-orientations  $(0.1 \pm 0.02, T(1.37 \times 10^4))$
- $_{85} = 7.24$ , p =  $4.84 \times 10^{-13}$ ) that matched the average orientation of the signals.
- If FAs were simply lapses or biases in response behavior, one would expect a flat classification image that mirrors the overall flat power-by-orientation distribution in the white noise stimuli used in our experiment. This was clearly not the case: FAs occurred more frequently at noise stimuli that matched a feature of the signal (high power at close-to-vertical orientations; Figure 3). Critically, observers learned the features of the average signal from the sequence of experiences they made throughout the experiment.
- Our findings therefore support criterion 1: at the time of FAs, observers perceived specific contents - in this case, gratings with a close-to-vertical orientation. The hallucinated content was determined by predictive templates that are generated by the sequence of preceding experiences<sup>21–26</sup>  $(P(signal|noise) = P(signal) \times P(noise|signal))$ .

## 3.2 Criterion 2: The temporal dynamics of predictive templates

Hallucinations are transient, coherent, an often-meaningful experiences that unfold over time<sup>12–16</sup>. A valid experimental proxy for hallucinations should therefore fluctuate at a timescale compatible with the duration of hallucinatory experiences. In the case of FAs, this means that the underlying predictive templates should be dynamic, and generate recurrent

and transient intervals during which perception is strongly biased toward previous experiences. 101 To assess the temporal dynamics of the predictive templates, we estimated HMMs that 102 inferred transitions between two latent states, each linked to a General Linear Model (GLM) 103 that predicted trial-wise responses  $y_t$  (alarms versus rejections) from the signal contrast at 104 the current trial  $(\beta_s \times s_t)$  and the response at the preceding trial  $(\beta_H \times y_{t-1}, \text{ Figure 1C})$ . 105 In line with previous results 18,20, the HMMs revealed slow alternations between an external 106 mode, where perception closely followed external stimulus ( $\beta_S > \beta_H$ ), and an internal mode, 107 where perception was strongly biased by preceding experiences ( $\beta_S < \beta_H$ , Figure 1C). 108 Bayesian model comparison indicated that the two-state GLM provided a more parsimonious 109 description of the data than the one-state control model (reduction in BIC:  $\delta_{BIC} = -1.12 \times 10^3$ ; 110 see Supplemental Figure S1 for control analyses on randomly permuted data, for which the 111 advantage of the two-state GLM was lost). 112 Participants spent  $28.7 \pm 3.5\%$  of their time in internal mode, with alternation between 113 modes occurring in intervals of  $59.1 \pm 8.8$  trials, corresponding to  $118.21 \pm 17.6$  sec. External 114 and internal mode fluctuated spontaneously, and were only marginally modulated by contrast 115 of the signal grating (Supplemental Figure S2). The GLMs that defined the external and 116 internal mode were independent from the orientation of the signal, the contrast of the signal at 117 the preceding trial, and the power-by-orientation distribution of the noise. Any between-mode 118 difference in the classification images was therefore indicative of dynamic changes in the 119 underlying predictive templates. 120 We found that the internal mode increased the rate of FAs relative to external mode (0.1  $\pm$ 121 0.02, T(109) = 4.61,  $p = 1.1 \times 10^{-5}$ , Figure 2). In the internal mode, perception depended more on the contrast of the stimulus presented at the preceding trial (1  $\pm$  0.06, z = 16.86, p = 123  $8.76 \times 10^{-64}$ ) and less on contrast of the stimulus presented at the current trial (-1.16  $\pm$  0.15, 124 z = -7.64,  $p = 2.18 \times 10^{-14}$ ). The effect of signal expectations (P(signal)) on perception 125 were thus exaggerated during the internal mode. 126

Alarms during the internal mode were associated with a close-to-vertical noise-power-peak that was shifted toward the orientation of the stimulus presented at the preceding trial (19.87  $\pm$  6.73, T(20.28) = 2.95, p = 7.82 × 10<sup>-3</sup>, Figure 3). This shift was not observed during the external mode ( $-3.67 \pm 6.27$ , T(20.15) = -0.59, p = 0.56). This suggests that the predictive templates, and the associated bias in the content of perception toward previous experiences, were particularly strong during the internal mode.

Our findings therefore confirmed criterion 2: the predictive templates that drive FAs are

Our findings therefore confirmed criterion 2: the predictive templates that drive FAs are
dynamic and fluctuate according to two opposing external and internal modes of perception.
Alternations between modes occurred at the order of minutes, and were thus compatible with
the temporal duration of hallucinations. During the internal mode, FAs were associated with
hallucinated contents that were skewed toward previous experiences.

## 138 4 Discussion

Our results indicate that the FAs observed here are dynamic perceptual phenomena, which
are characterized by specific content and are driven by dynamic predictive templates. These
templates fluctuate in intervals of several minutes and are particularly strong during internal
modes of sensory processing. This confirms that FAs induced by signal-detection experiments
can match the perceptual<sup>12–14</sup> and temporal<sup>15,16</sup> quality of hallucinations.

Our findings suggest that FAs, and potentially hallucinations, are linked to alternations
between external and internal modes of perception. External and internal modes have
repeatedly been observed in mice<sup>20,28</sup>, healthy human participants<sup>20</sup>, and patients diagnosed
with schizophrenia<sup>18</sup>. We found that the internal mode not only increased the rate of FAs,
but also enhanced the extent to which the content perceived at the time of FAs was skewed
toward previous experiences.

This finding points to a tentative mechanism for how hallucinations emerge, persist, and end:

During the internal mode, a hallucination may emerge as a FA that occurs when (i), a specific

context induces signal expectations (e.g., hearing the neighbors voice in one's apartment, 152 P(signal) and (ii), the sensory input is compatible with the average features of the expected 153 signal (e.g., construction noise that matches the features of human speech, P(input|signal)). 154 The internal mode enhances the effect of preceding experiences on perception and may allow 155 the hallucinated content to persist over time as a coherent experience. A transition from 156 internal to external mode greatly reduces the strength of the predictive template in which the hallucination unfolds, ultimately causing the end of the experience. Future research could test this hypothesis by testing whether FAs, and ultimately the hallucinations experienced 159 by people living with psychotic symptoms, can be mitigated by interventions that disrupt 160 the internal mode. 161

During the internal mode, the average vectors of the classification images were displaced 162 by  $20.18 \pm 3.12$  degrees from vertical (Figure 3). The direction of the vectors depended 163 on the predictive template, i.e., the orientation of the stimulus presented at the preceding 164 trial. Interestingly, the displacement of the classification vectors from vertical was larger than 165 the orientation of the high-contrast gratings (-10 and 10 degrees from vertical, Figure 1A), 166 which were most effective at inducing FAs during the internal mode (Figure 2). Since the 167 high-contrast gratings stood out from the other stimuli in terms of contrast and orientation 168 (low contrast gratings were presented at orientation ranging from -3 to 3, Figure 1A-B), 169 one may suspect that the perceived orientation of the high-contrast grating exceeded their 170 veridical orientation. An alternative explanation may be that FAs experiences exaggerated the 171 features of the inducer, just as hallucinations often portray exaggerated version of everyday stimuli (such as hallucinated speech that stands out in terms of tone, pitch, or extreme 173 content $^{12-14}$ ). 174

Our findings suggests a key role of serial dependence<sup>22–25</sup> and predictive templates<sup>26</sup> for how hallucinations emerge and persist over time. This view overlaps with the so-called strong prior account of schizophrenia<sup>9</sup>, where psychotic symptoms, and in particular hallucinations,

are thought to occur due to an exaggerated effect of prior predictions on perception<sup>1–5,7</sup>.

At the same time, they seem at odds with the observation that prior are less effective in psychosis prone individuals<sup>29</sup> and patients diagnosed with schizophrenia<sup>30</sup> (the weak prior account of schizophrenia<sup>8</sup>). So far, attempts to reconcile these disparate set of findings have argued that priors may be either weak or strong depending on the stage of psychotic illness<sup>9</sup> (weak priors in early stages, and strong priors in later stages) or the cognitive hierarchy<sup>9</sup> (weak priors at the perceptual level, and strong priors at the cognitive level).

The fact that FAs, and potentially psychotic symptoms such as hallucinations, are tied 185 to recurrent alternation between external and internal modes of perception may provide 186 an alternative explanation for the apparent discrepancy between strong and weak priors: 187 Psychosis prone individuals and patients diagnosed with schizophrenia may share general 188 propensity toward the external mode, which reduces the effects of priors on  $perception^{29}$ and drives erratic responses to ambiguous sensory information <sup>18</sup>. During the internal mode, 190 psychosis prone individuals and patients diagnosed with schizophrenia may have stronger 191 predictive templates that trigger and shape the content of hallucinations. The combination of 192 classification images and HMMs provides a novel analytical framework to test this hypothesis, 193 may help to advance our theoretical understanding of schizophrenia, and can pave the way 194 towards innovations in mental health that benefit people living with psychotic symptoms. 195

## 5 Methods

#### $_{\scriptscriptstyle 197}$ 5.1 Lead contact

Further information and requests for resources should be directed to and will be fulfilled by
the lead contact, Veith Weilnhammer (veith.weilnhammer@gmail.com).

## 200 5.2 Materials availability

<sup>201</sup> This study did not generate new unique reagents.

### 202 5.3 Data and code availability

All custom code and behavioral data are available on https://github.com/veithweilnhammer/
Modes. This manuscript was created using the *R Markdown* framework, which integrates all
data-related computations and the formatted text within one document. With this, we wish
to make our approach fully transparent and reproducible for reviewers and future readers.

## <sup>207</sup> 5.4 Experimental model and subject details

5.4.0.1 Apparatus The participants viewed visual stimuli on a gamma-corrected CRT monitor (Sony Trinitron Multiscan G520, 1024x768 pixels, 100 Hz refresh rate, Konica Minolta LS-110 luminometer for gamma correction) at a viewing distance of 57.3 cm, with head stabilization provided by a chin rest.

#### 212 5.4.1 Stimuli and Procedure

All stimuli were presented using MATLAB (MathWorks, R2017a) and the Psychophysics
Toolbox. In 44% of the trials, we presented low-contrast near-to-vertical Gabor patches which
were embedded in static white noise. In another 44% of the trials, we presented only static
white noise. The remaining 12% of the trials featured a high-contrast Gabor patch (40%

Michelson contrast) embedded in white noise. This high-contrast inducer was introduce to boost the phenomenon of serial dependency. The inducers were oriented 10 degrees clockwise or counterclockwise relative to vertical, and presented in intervals randomized between 4 and 10 trials. Stimuli were displayed for 500 ms, with a maximum white noise contrast of 60%. To reduce potential luminance aftereffects, the signal was masked by low-pass filtered luminance contrast noise (100% contrast) for 500 ms, and the Gabor phase was randomized across trials.

Visual stimuli measured 14 x 14 degrees of visual angle (d.v.a.), with Gabor patches confined 224 to a Gaussian contrast envelope with a 3 d.v.a. standard deviation. The spatial frequency of 225 the Gabor patches was 0.5 cycles per degree (cpd), with orientation randomized within  $\pm 3$ 226 degrees relative to vertical for low-contrast gratings. High-contrast gratings were presented at 227  $\pm 10$  degrees. Participants were tasked to judge the presence or absence of the near-vertical 228 Gabor in the noisy image. We adjusted the signal contrast on a participant-by-participant basis to achieve a d' of approximately 1.5 using data from preliminary experiments. Each 230 session consisted of 100 trials, with inter-trial intervals randomized between 800-1200 ms. 231 Participants completed 15-25 sessions in about 2 hours. 232

The raw data were published in a previous report on serial dependencies in perception<sup>17</sup>. The re-analysis presented here focuses on a different question (the perceptual and temporal quality of FAs as a proxy for hallucinations) and uses a different analytical approach (HMM-GLMs).

## 236 5.4.2 Quantification and Statistical Analysis

Responses were categorized into one of four stimulus-response types: Hits (alarms on stimulus trials), correct rejections (rejections on no-stimulus trials), FAs (alarms on no-stimulus trials), and misses (rejections on stimulus trials). We employed standard logistic and linear regression using R-packages lmer, glmer, and afex (see Supplemental Table S1).

Classification images Following previous approaches<sup>17</sup>, we filtered each 5.4.2.1241 static white noise image with the Gaussian stimulus envelope, applied fast 2-D Fourier-242 transformation, and extracted the power at the Gabor patch's spatial frequency, separately 243 for orientations from 0 to 180 degrees in three degree intervals. For every image, we 244 computed the average power between 60 to 120 degrees, relative to the overall power from 245 complete orientation range. To visualize the classification images, we subtracted the average power-by-orientation at rejection trials from the average power-by-orientation at alarm trials. To examine serial dependence, the same analysis was conducted separately for trials following 248 clockwise (CW) and counter-clockwise (CCW) inducers. In each condition and participant, 249 we determined the average vector of the classification image by computing the centroid of a 250 polygon composed of vector endpoints in polar coordinates. 251

5.4.2.2 Hidden Markov Modeling We used General Linear Models (GLM) to predict the response  $y_t$  (0: rejection: 1: alarm) from the contrast at the current trial ( $s_t$ : zero contrast, low contrast, high contrast) and the response at the preceding trial  $y_{t-1}$ :

$$P(y_t = 1|x_t) = \frac{1}{1 + e^{-x_t \times w}} \tag{1}$$

$$x_t \times w = s_t \times \beta_s + y_{t-1} \times \beta_H \tag{2}$$

We then used Hidden Markov Models (HMMs, as implemented in the SSM: Bayesian learning and inference for state space models python library, https://github.com/lindermanlab/ssm) to model transitions between two latent states k and j. At each trial, the HMM predicted the latent state  $z_t$  was k or j, with alternation between k and j that were governed by a 2 x 2 transition matrix A:

Each latent state was linked to an independent GLM that predicted  $y_t$  from  $s_t$  and  $y_{t-1}$  based

on the weights  $w_{j/k}$ :

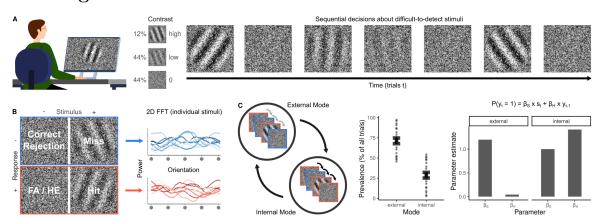
$$P(y_t = 1|x_t, z_t) = \frac{1}{1 + e^{-x_t \times w_{k/j}}}$$
(3)

$$x_t \times w_{k/j} = s_t \times \beta_{s,k/j} + y_{t-1} \times \beta_{p,k/j} \tag{4}$$

For both states, parameters were initialized at the regression weights of a one-state control GLM. To compare the performance of the two-state GLM relative to the one-state control GLM, we computed the difference in Bayesian Information Criterion (BIC) between the two models. The SSM hyperparameters were defined as follows:  $\sigma^2 = 10$  (variance over the GLM weights  $w_{k/j}$ , and  $\alpha = 1$  (Dirichlet prior over the transition matrix A) was set to 1. The latent states k and j were linked to mode by comparing  $\beta_s$  and  $\beta_H$  (external mode:  $\beta_s > \beta_H$ , internal mode:  $\beta_H > \beta_s$ ). We labelled trial as external when  $P(z_t = external) = 1 - P(z_t = internal) > 0.5$ .

## <sup>270</sup> 6 Figures

#### 6.1 Figure 1



#### Figure 1.

272

A. Paradigm. Participants were instructed to report whether they perceived (close-to-) 274 vertical gratings embedded in noise (left panel). At stimulus trials, gratings were presented 275 either at low or at high contrast. At no-stimulus trials, no grating was presented (contrast = 276 0). We reasoned that alarms would be more frequent when participant expect to experience a 277 signal, and when the sensory noise is compatible with the predicted signal (P(signal|noise) = $P(signal) \times P(noise|signal)$ , upper panel). We induced signal expectations P(signal) by 279 presenting stimuli in sequence (right panel). We hypothesized that such a sequence would 280 induce false alarms (FAs) via the phenomenon of serial dependence. Serial dependencies 281 cause perception to be biased toward preceding experiences, causing alarms to be more likely 282 to be followed by alarms, and rejections more likely to be followed by rejections. Since serial 283 dependencies are known to be stronger after confident experiences, we predicted that FAs 284 would be more frequent after high-contrast stimuli. In the example shown on the right, our 285 hypothesis therefore predicts that FAs would me most likely at the 2nd and 7th trial.

B. Predictive perceptual templates. To compute the compatibility of the white noise with the expected signal (P(noise|signal)), we subtracted the power-by-orientation distribution of the random white noise images at rejection trials (blue) from the power-by-orientation distribution of the random noise images at alarm trials (red). The right panel shows the power-by-orientation distributions of 20 example stimuli that occurred at alarm and rejection trials, respectively.

C. External and internal modes in perception. Perception is known to slowly alternate 293 between two opposing modes (left panel): During the external mode, perception is dominated by incoming stimuli, with weak serial dependencies between subsequent trials (grey arrows). 295 By contrast, during the internal mode, perception is strongly biased by preceding experiences 296 (strong serial dependencies, black arrows). The examples depicted within the circles illustrate 297 the effect of external and internal mode on perception: In the external mode, perception 298 dissociates from predictions that stem from serial dependencies, such that alarms (red) and 299 rejections (blue) are equally likely to occur after high-contrast stimuli. In the internal mode, 300 perception is strongly biased toward previous experiences, causing alarms (red) to be more 301 frequent after high-contrast stimuli. Between-mode alternations can by discovered by Hidden 302 Markov Models (HMM). HMMs describe alternations between two independent General 303 Linear Models (GLMs), each of which predicts perceptual experiences  $y_t$  via weights assigned 304 to the stimulus  $\beta_S \times s_t$  at the current trial, and the experience made at the preceding trial 305  $\beta_H \times y_{t-1}$ . In this experiment, the GLM-HMM discovered an external mode (71.3 ± 3.5%) 306 percent of trials), during which  $\beta_S$  is high while  $\beta_H$  is low (middle and right panels), and an 307 internal mode (28.7  $\pm$  3.5% percent of trials), during which  $\beta_S$  is low while  $\beta_H$  is high. 308

## $_{09}$ 6.2 Figure 2

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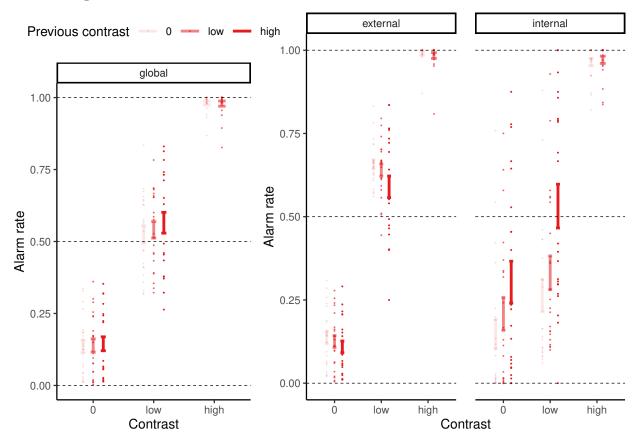


Figure 2. The effect of serial dependencies on alarms and rejections depend on 311 mode. The global alarm rate correlated positively with the contrast of stimuli presented 312 at the preceding trial (0.11  $\pm$  0.03, z = 4.33, p = 1.5  $\times$  10<sup>-5</sup>). This suggests that serial 313 dependencies contribute to FAs. When separating our data in episodes of external and 314 internal modes, we found positive serial dependencies only during the internal mode (0.96  $\pm$ 315 0.06, z = 16.96,  $p = 1.71 \times 10^{-64}$ ). During the external mode, by contrast, we observed a 316 negative correlation between alarm rate and preceding stimulus contrast ( $-0.19 \pm 0.03$ , z = 317 -6.31, p =  $2.72 \times 10^{-10}$ ). 318

## 6.3 Figure 3

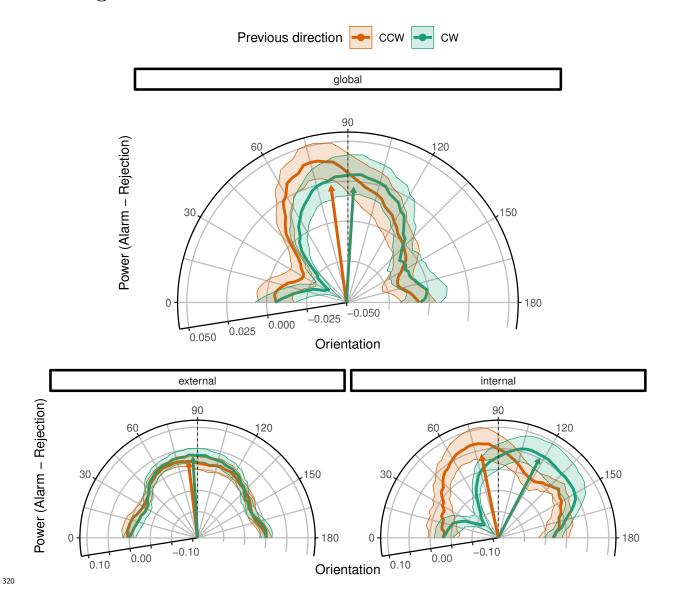


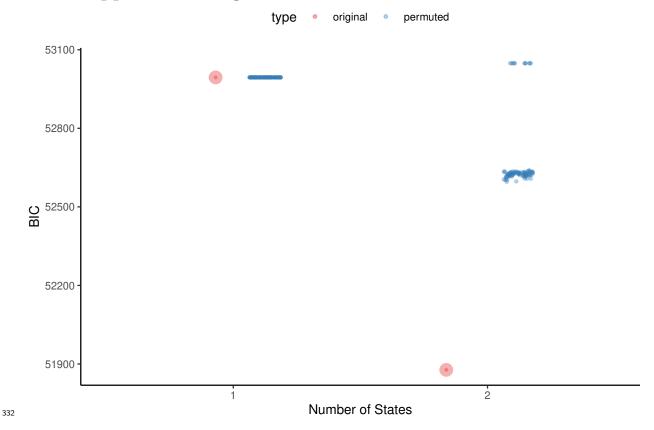
Figure 3. The effect of predictive templates on alarms and rejections depends on mode. Globally, the classification images computed for alarms (power-by-orientation distribution at alarm trials relative to the power-by-orientation distribution at rejection trials) revealed a peak around 90°. This corresponds to the average orientation of the signal  $(0.1 \pm 0.02, T(1.37 \times 10^4) = 7.24, p = 4.84 \times 10^{-13})$ . During the internal mode, we found a shift of the close-to-vertical noise power peak toward the orientation of the preceding stimulus (19.87  $\pm 6.73, T(20.28) = 2.95, p = 7.82 \times 10^{-3}$ ; clockwise tilt [CW] in green, counter-clockwise tilt

[CCW] in orange; dots indicate position of the average vector). This shift was not observed

during the external mode  $(-3.67 \pm 6.27, T(20.15) = -0.59, p = 0.56)$ .

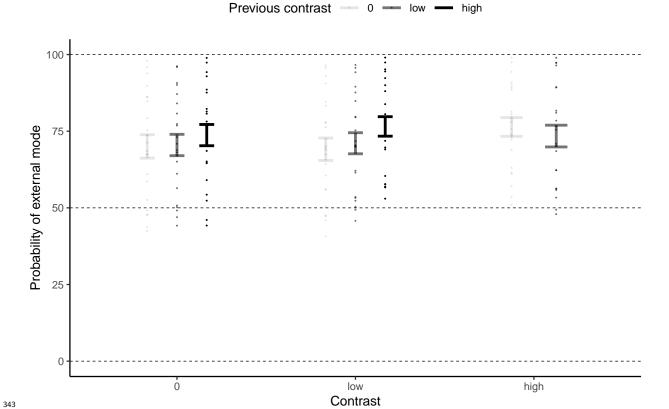
## 5 7 Supplementary Information

## 7.1 Supplemental Figure S1



Supplemental Figure S1. We used Bayesian model comparison to evaluate whether the 333 two-state HMM-GLM (number of parameters: 8) provided a more parsimonious explanation 334 of our data in comparison to the one-state control model (number of parameters: 2). To 335 compare the two models, we computed the difference in BIC =  $\log(N) \times k - 2 \times \log(L)$ . 336 Relative to the one-state GLM, the two-state HMM-GLM yielded a reduction in BIC by 337  $\delta_{BIC} = -1.12 \times 10^3$  (red). We did not observe this reduction when we randomly shuffled the 338 trials for a total of 100 iterations, and computed BICs for these randomly permuted data 339 (average  $\delta_{BIC} = -323.8$ ; blue). As expected, shuffling did not have an effect on BIC in the one-state control GLM.

## 7.2 Supplemental Figure S2



Supplemental Figure S2. As an alternative explanation for external and internal modes, 344 one may assume a response heuristic that uses the external sensory data when it is reliable 345 (i.e., at high-contrast trials), and applies internal predictions when the external sensory data 346 is not reliable (i.e., no-stimulus and low-contrast trials). The latter explanation would entail 347 that the trial-wise probability of external mode depends exclusively on contrast. We found 348 that the probability of the external mode was higher when the contrast at the current trial 349 was high (0.19  $\pm$  0.03, z = 7.58, p = 3.51  $\times$  10<sup>-14</sup>). Likewise, the external mode was more likely when the contrast of the stimulus presented at the preceding trial was high (0.22  $\pm$ 351 0.03, z=8.5,  $p=1.82\times 10^{-17}$ ). This may suggest that stimuli with high signal-to-noise 352 ratio make switches to the external mode more likely. However, the overall change in the 353 probability of external mode was small, ranging form a minimum of 69.12% to a maximum 354 of 76.56%. Moreover, the average interval between mode switches (59.1  $\pm$  8.8 trials) was 355 almost eight times longer than the average interval between high-contrast stimuli (8.66  $\pm$  0.06 356

trials). Our analyses therefore reveal a potential role of high signal-to-noise ratio for mode alternations. They are, however, not compatible with the view that external and internal modes reflect response strategies applied exclusively to stimuli at high and low signal-to-noise ratio, respectively.

# 361 7.3 Supplemental Table S1

RESOURCE	SOURCE	IDENTIFIER
Deposited data & code		
Analyzed data & custom	https://github.com/veithweilnhamme	N/A
code	r/predictive_templates/	
Software		
Python 3	http://www.python.org/	RRID:SCR_008394
Jupyter Notebook	https://jupyter.org/	RRID:SCR_018315
numpy	http://www.numpy.org	RRID:SCR_008633
pandas	https://pandas.pydata.org	RRID:SCR_018214
SSM	https://github.com/lindermanlab/ssm	N/A
Matlab	https://www.mathworks.com/	RRID:SCR_001622
Psychtoolbox 3	http://psychtoolbox.org/	RRID:SCR_002881
R	http://www.r-project.org/	RRID:SCR_001905
RStudio	https://www.rstudio.com/	RRID:SCR_000432
lme4, afex, ggplot2,	http://cran.r-project.org/	RRID:SCR_003005
ggridges, gridExtra, tidyr,		
plyr		

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