

First, we must rewrite the inner term into something we can work with, using Stirling's:

$$\begin{aligned} \frac{(N-k)^k (N-k)!}{N!} &= \exp(k \ln(N-k) + \ln((N-k)!) - \ln(N!)) \\ &= \exp(k \ln(N-k) + (N-k + \frac{1}{2}) \ln(N-k) - N + k + \ln(\sqrt{2\pi}) - (N + \frac{1}{2}) \ln N + N - \ln(\sqrt{2\pi}) + O(\frac{1}{N})) \\ &= \exp(k + k \ln(N-k) + (N-k + \frac{1}{2}) \ln(N-k) - (N + \frac{1}{2}) \ln N + O(\frac{1}{N})) \\ &= \exp(k + (N + \frac{1}{2}) \ln(1 - \frac{k}{N}) + O(\frac{1}{N})) \\ &= \exp(k - k - \frac{k^2}{2N} - \frac{k^3}{3N^2} - O(\frac{k^4}{N^3}) + O(\frac{1}{N})) \\ &= e^{-\frac{k^2}{2N}} (1 - O(\frac{k^4}{N^3}) + O(\frac{1}{N})) \end{aligned}$$

not sure why you dropped the k^3/N^2 term (it dominates the k^4/N^3 term), you should have $O(k^3/N^2)$ instead of $O(k^4/N^3)$. The bigger problem is that this only holds for $k < k_0$ for k_0 sufficiently small, but -0pt b/c I already took off for not talking about which k_0 in the Laplace method makes both sides work out

Then, we can use the Laplace method on the summation and our approximated inner term to show that the problem $P(N)$ is indeed equal to $\sqrt{\pi N/2}$:

$$P(N) \sim \sum_{k=0}^N e^{-\frac{k^2}{2N}} \sim \sqrt{N} \int_0^{\infty} e^{-x^2/2} dx = \sqrt{\pi N/2} + O(1)$$

-1pt for not explicitly mentioning the 1 to k_0 vs. k_0 to N split

-1pt for using \sim here--need to be more precise than that else you just get $P(N) \sim \sqrt{\pi N/2}$, which is weaker than $P(N) = \sqrt{\pi N/2} + O(1)$